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County of
Contra Costa
California

Comprehensive Annual Financial Report

Fiscal Year Ended June 30, 2010

Stephen J. Ybarra
Auditor-Controller

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County of Contra Costa, California

COMPREHENSIVE ANNUAL FINANCIAL REPORT

Fiscal Year Ended June 30, 2010

Stephen J. Ybarra, Auditor-Controller

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COUNTY OF CONTRA COSTA

COMPREHENSIVE ANNUAL FINANCIAL REPORT

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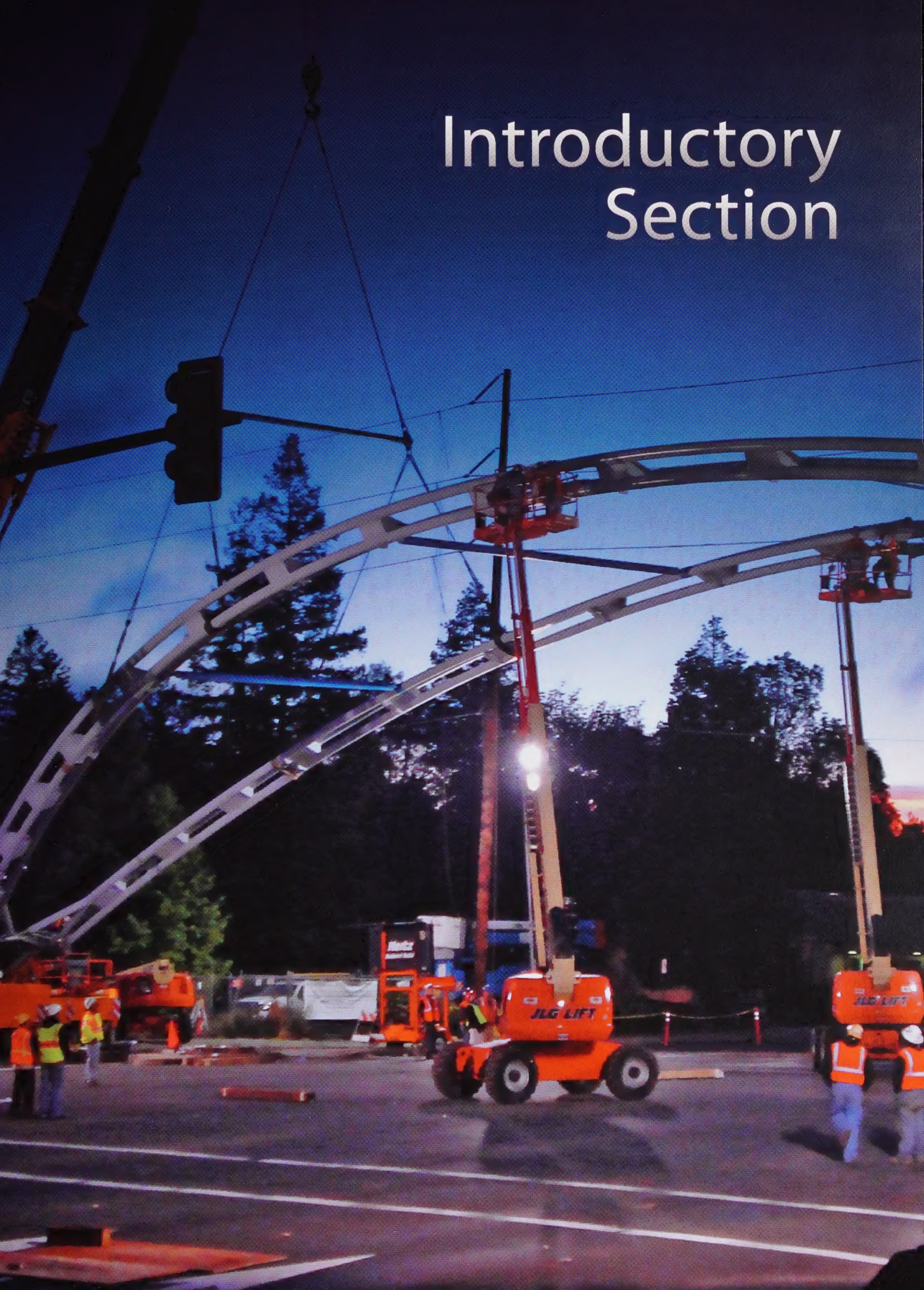
THE SEAL OF
CONTRA COSTA COUNTY CALIFORNIA

Introductory Section



Contra Costa County

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COUNTY AUDITOR-CONTROLLER

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Stephen J. Ybarra
Auditor-Controller

Elizabeth A. Verigin
Assistant Auditor-Controller

January 13, 2011

Members of the Board of Supervisors and Citizens of Contra Costa County:

The Comprehensive Annual Financial Report (CAFR) of the County of Contra Costa (county) for fiscal year 2009-2010 is presented in compliance with California Government Code Sections 25250 and 25253. The Office of the County Auditor-Controller is responsible for both the accuracy of the presented data and the completeness and fairness of its presentation, including all disclosures, prepared in this report. We believe the data, as presented, is accurate in all material respects, presented in a manner designed to fairly set forth the financial position and changes in financial position of the county and its various funds, and includes all disclosures necessary to enable the reader to gain maximum understanding of the county's financial affairs.

Management of Contra Costa County is responsible for establishing and maintaining a comprehensive system of internal controls to ensure that the assets of the county are protected from loss, theft, or misuse, and that accounting data is compiled to allow for the preparation of financial statements in conformity with accounting principles generally accepted in the United States of America. Internal controls are designed to provide reasonable, but not absolute, assurance that those objectives are met. The concept of reasonable assurance recognizes that: (1) the cost of a control should not exceed the benefits likely to be derived; and (2) the evaluation of costs and benefits requires estimates and judgment by management.

For over 60 years, the policy of the county has been to require an annual audit of the financial statements of the county by independent, licensed certified public accountants. The Board of Supervisors selected the firm of Caporicci & Larson, Inc., a subsidiary of Marcum, LLP, to perform the fiscal year 2009-2010 audit.

The independent auditor concluded that the county's financial statements for the fiscal year ended June 30, 2010, are fairly presented in conformity with accounting principles generally accepted in the United States of America. The independent auditor's report is presented as the first component of the financial section of the CAFR.

The CAFR represents the culmination of all budgeting and accounting activities engaged in by management during the year, covering all of its financial transactions. The accounting principles generally accepted in the United States of America require that management provide a narrative introduction, overview, and analysis to accompany the basic financial statements in the form of Management's Discussion and Analysis (MD&A), which is

located after the independent auditor's report. The letter of transmittal is designed to compliment the MD&A and should be read in conjunction with it.

The CAFR is organized into three sections:

- *The Introductory Section* is intended to familiarize the reader with the organizational structure of the county, the nature and scope of the services it provides, and the specifics of its legal operating environment.

- *The Financial Section* includes the independent auditors' report on the basic financial statements, MD&A, audited basic financial statements, note disclosures and supporting statements, and schedules necessary to provide readers with a comprehensive understanding of the county's financial activities of the past fiscal year.

- *The Statistical Section* provides the reader with additional historic perspective, context, and detail to assist in using the information in the financial statements. It provides information in five categories: financial trends; revenue capacity; debt capacity; demographic and economic information; and operating indicators.

Profile of the Government

Contra Costa County was incorporated in 1850 as one of the original 27 counties of the state. It is one of nine counties in the San Francisco-Oakland Bay Area. The county covers about 733 square miles: the western and northern shorelines are highly industrialized, while the interior sections are suburban/residential, commercial, and light industrial.

The county has a general law form of government. A five member Board of Supervisors, each elected to four-year terms, serves as the legislative body. A County Administrative Officer is appointed by the Board and runs the day-to-day business.

The county provides the full-range of services contemplated by statute. These services include public protection, highways and streets, sanitation, health and social services, planning and zoning, and general administrative services.

The county reporting entity includes all the financial balances and activities of the primary government as well as all of its component units. Component units are legally separate entities for which the primary government is financially accountable or other organizations for which the nature and significance of the relationship with the primary government are such that exclusion would make the enclosed financial statements misleading or incomplete. For further information on component units, see Note 1.A in the "Notes to the Basic Financial Statements" in this report.

The reporting entity excludes certain separate legal entities that may have "Contra Costa" in their title, or that are required to keep their funds in the County Treasury, or receive their tax apportionment from the county. Examples are school districts, the community college district, cities, city redevelopment agencies, the Bay Area Rapid Transit District, the Metropolitan Transportation Commission, and a variety of special purpose districts for cemeteries, mosquito abatement, recreation and parks, etc. Those entities are autonomous organizations that handle their own fiscal affairs and for which the Board of Supervisors has no oversight responsibility.

Accordingly, they are not included in the accompanying basic financial statements, except for their assets, principally cash and investments, which are held by the County Treasurer.

The annual budget serves as the foundation of the county's financial planning and control. The Board of Supervisors is required to adopt a proposed budget before the start of the fiscal year. The budget is prepared by fund, function (e.g. public protection), department (e.g. Sheriff), and object level (e.g. salary and benefits). Department heads, with the approval of the County Administrator, may make transfers within the department; however, transfers between departments require the approval of the Board of Supervisors. For further information on the budget, see the "Note to Required Supplementary Information" in the Required Supplementary Information (other than MD&A) section of this report.

Local Economy

As of January 1, 2010, the county's population was estimated at 1,073,055. This represents an increase of approximately 4.6% compared to the county's population as of January 1, 2006. A study prepared by the Association of Bay Area Governments projects a 36.0% increase in population between 2000 and 2040.

Between July 2009 and June 2010 the county's jobless rate increased from 10.8% to 11.3%, which was significantly below the statewide averages of 12.1% and 12.2%, respectively (not seasonally adjusted). The county's economy is very diverse: major industries include petroleum refining, manufacturing, electronic equipment, and utilities. The county consistently ranks as a leader in both per capita and household income.

The following charts present some pertinent five-year trends:

Population	
# 2006	1,025,436
# 2007	1,035,097
# 2008	1,048,185
# 2009	1,061,325
2010	1,073,055

Median Price of Existing Homes Sold		
# 2006	September	559,000
# 2007	September	561,000
2008	September	300,000
2009	September	259,500
2010	September	288,000

Retail Sales (Thousands)	
# 2006	13,867,661
2007	14,086,295
2008	13,307,681
2009	N/A
2010	N/A

Retail Sales Per Capita	
# 2006	13,524
2007	13,609
2008	12,696
2009	N/A
2010	N/A

Revised
Source: California Department of Finance
N/A = Not available

Economic Challenges

Fiscal year 2009-2010 was a challenging year for Contra Costa County for several reasons. The most significant challenge was that it followed fiscal year 2008-2009 when the Board of Supervisors took significant actions to reduce the county and special district budgets by over $90 million.

Contra Costa County has long focused on its mission to provide public services to improve the quality of life for its residents and the economic viability of its businesses. National, state, and local events made it apparent that in fiscal year 2009-2010, the county again would encounter serious challenges in pursuit of its public service mission. Nonetheless, the County Administrator affirmed that the (4) four major areas of focus in the county's pursuit of its public service mission were as follows: (1) improve the county's fiscal health; (2) provide services more efficiently and effectively; (3) improve the county's credibility; and (4) develop greater use of teams and partnerships to address issues. Focus on those (4) four specific areas allowed the county to better manage its resources, lower its expense growth, improve its revenues, and build reserves.

The Board of Supervisors approved the fiscal year 2009-2010 Budget on March 31, 2009. The Board closed the projected General Fund gap between prior-year baseline requirements and fiscal year 2009-2010 revenue projections of approximately $58.2 million. The budget assumed a 5% decline in assessed valuation that was based on a weak residential housing market, actions taken by the County Assessor to reduce property valuations pursuant to Proposition 8, a negative growth in sales tax, and Proposition 172 public safety sales taxes. The $58.2 million General Fund Budget gap, which was net of a $19.5 million retirement expense decrease, resulted in significant impacts on county operations, including $49.4 million in reduced services.

Effective April 30, 2010, the Board of Supervisors adopted lay-offs to achieve a (12) twelve-month savings in fiscal year 2009-2010. Additionally, to address the structural imbalance in the budget and the expected continuation of budget pressure into fiscal year 2010-2011 and beyond, the county negotiated employee compensation concessions for most represented and unrepresented management employees that included (6) six Approved Temporary Absence (ATA) days during fiscal year 2009-2010 and in fiscal year 2010-2011. The total savings because of the ATA days, based on a 2.31% reduction of base salary, was projected at $8.4 million in the (2) two fiscal years. The Board of Supervisors adopted the ATA days and significant modifications to health care premium subsidies on July 21, 2009.

Although fiscal year 2009-2010 began with a balanced budget, the county faced several significant challenges. In August of fiscal year 2009-2010, the County Administrator advised department heads that additional budget reductions would be necessary, in part due to a steeper decline in assessed valuation (-7.19%) compared to a 5% decline assumed in the adopted fiscal year 2009-2010 Budget. On October 6, 2010, the Board of Supervisors adopted over $11 million in General Fund departmental funding reduction to rebalance the fiscal year 2009-2010 budget. Of the $11 million reduction, $8.8 million was due to reduced revenue projections and $4.5 million was due to reduced property tax revenue.

General Purpose Revenues comprise about 26% of the total General Fund Revenues. The assessed valuation decline of 3.38% in fiscal year 2010-2011 was partially the reason of a projected decline of 2.3% in General Purpose Revenues.

Despite challenges, the county's budget remained essentially balanced due to constant monitoring and adjustment. The county remained focus of its public-service mission and departments continued to provide public service with reduced staff and work hours.

Long-term Financial Planning

The county is committed to prudent fiscal management and engages in targeted long-term financial planning when possible and appropriate.

- Remodeling of 30 Muir Road in Martinez will begin in the imminent future. This will consolidate some of the space presently in use by the Department of Conservation and Development into one location. The approximate $10 million project cost is being funded from the Department of Conservation and Development resources.

- Discussions are underway to develop an East County Government Center to consolidate existing lease space into one location. This action may involve purchasing land for future construction or lease purchase of existing building space.

- The Real Asset Management Program (RAMP) project is in place. The objective of RAMP is to maximize the value of unused and vacant office space by avoiding and terminating leases. The county has saved $2.6 million in current lease costs.

- Other long-term projects are on hold until the economic environment improves.

County's long-term liability for Other Postemployment Benefits (OPEB).

The county has made impressive progress in addressing its OPEB liability, as summarized by the following:

1. Compared to the county's original OPEB valuation from 2006, the county's UAAL has declined by 60.3% (from $2.57 billion to $1.02 billion).

2. The normal cost has declined 78% (from $130.6 million to $29.2 million).

3. The annual required contribution (ARC) has declined by 70.7% (from $216.3 million to $63.3 million).

4. The county pre-funded 2% of its OPEB obligation by depositing funds in a special trust account.

5. The total OPEB Trust assets were $40.1 million as of fiscal year 2009-2010.

The Board of Supervisor's actions, to date, have had a significant impact on the county's original 2006 OPEB liability of $2.57 billion and annual required contribution (ARC) of $216.3 million. The reductions reflect health plan changes, caps on county contributions, and labor concessions.

Relevant Financial Policies

The Board of Supervisors has adopted a comprehensive set of financial management policies to provide for: (1) the annual adoption of a policy for the prudent investment of county funds; (2) establishing a Treasury Oversight Committee; (3) establishing and maintaining a General Fund reserve; (4) establishing formal fiscal policies regarding the adoption and maintenance of an annual balanced budget; and (5) establishing parameters for issuing and managing debt. Each of these financial management policies is described below.

Investment Policy. The county annually adopts an investment policy (the "Investment Policy") governing the county's investment of funds in the County Treasurer's Investment Pool, which as of June 30, 2010, held assets in the approximate amount of $2.0 billion. The Board approved the most recent update to the Investment Policy on June 8, 2010.

Treasury Oversight Committee. The Treasury Oversight Committee is composed of seven members: the County Superintendent of Schools; a representative selected by a majority of the presiding officers of the governing bodies of the school districts and community college districts in the county; a representative selected by a majority of the presiding officers of the legislative bodies of the special districts in the county that are required or authorized to deposit funds in the County Treasury; a representative appointed by the Board of Supervisors; and three members of the public nominated by the County Treasurer-Tax Collector.

The Treasury Oversight Committee is responsible for conducting a quarterly review of the county investment portfolio and annually updating the Investment Policy.

Reserves Policy. The Reserves Policy requires the county to maintain a General Fund balance equal to a minimum of 10% of General Fund revenues and an unreserved balance equal to a minimum of 5% of General Fund revenues. Reserves exceeding the minimum are applied only to one time uses, such as additional reserves or capital projects, up to an amount equal to 1% of General Fund revenues. The reserves only can be used in emergencies and if accompanied by a Board-approved plan to restore reserves to the target levels. The county's audited financial report for fiscal year 2009-2010 confirms compliance with the reserves policy: the total General Fund balance was 11.57% of General Fund revenues and the unreserved portion was 8.7%.

Budget Policy. The objectives of the Budget Policy are to establish best practices for the county's budget process and requirement for preparation of multi-year budget projections. Among other things, the Budget Policy requires the adoption of structurally balanced budgets and requires mid-year updates on budget status by department, with corrective actions presented to the Board within 30 days for any cost centers over budget.

Debt Management Policy. The Debt Management Policy (Policy) formalized guidelines for the issuance and management of various types of debt instruments and other financial obligations. The Debt Management Policy provides that the county will undertake multi-year capital planning and sets forth guidelines for the term of debt issues, refunding savings targets, and other structural debt features.

The Debt Management Policy established a Debt Affordability Committee (DAC) that establishes the viability of any proposed debt-financing, monitors and evaluates the county's performance against various debt ratio benchmarks, and annually prepares a comprehensive debt capacity report for the County Administrator. The DAC monitors specific statistical measures and compares them to those of other counties, rating agency standards, and the county's historical ratios.

Investment Pool Rating. The Contra Costa County Investment Pool was rated by Standard & Poor's (S & P) on March 31, 2009. The Pool was assigned a fund credit quality rating of "AAAf" and a fund volatility rating of "S1+." The "AAAf" rating is S & P's highest fund credit quality rating with the "S1+" volatility rating reflecting low sensitivity to changing market conditions. In order to maintain current and accurate ratings, S & P monitors the portfolio holdings on a regular basis. The Pool has maintained its AAAf and S1+ ratings since first rated in November 2007.

Workers' Compensation. The Board maintains a Workers' Compensation Internal Service Fund funding policy. The objective of the policy was to establish a targeted minimum confidence level of 80%. The objective again was exceeded and was in excess of 95% during fiscal year 2009-2010. Presently, the county pays $20 million annually to the Workers' Compensation Internal Service Fund; this payment, along with stable loss experience and relatively flat claim payments, has resulted in a strong turn-around of the Workers' Compensation Internal Service Fund.

Major Initiatives

Highlights of the American Recovery and Reinvestment Act (ARRA) Stimulus Funds

Health Services: On December 12, 2009, Contra Costa Health Services Department was awarded an unprecedented $12 million to relocate and rebuild the Richmond Health Center. Funds were awarded through a competitive grant process for a one-time facility improvement opportunity to address significant and pressing capital improvement needs in health centers, including construction and renovation.

Health Care for the Homeless received an ARRA award for "Increased Demand for Services" for $23,000 over a two-year period, which has allowed an increase in 0.5 full time equivalent (FTE) for a family physician to see an additional 800 patients over the two-year period. The county will exceed this goal, having already reported to the federal government an additional 756 new patients seen.

Contra Costa Health Services also received a Capital Improvement Project grant for $683,000 for construction of a new modular unit for the Martinez family practice site.

Employment and Human Services Department: $7,089,000 from the "Temporary Assistance for Needy Families Emergency Contingency Fund" was awarded to provide employment and training services to low income and targeted populations with skills to be competitive in the job market.

The Department of Energy provided $3,379,000 to weatherize 676 low-income dwelling units and other ARRA funds were provided for Head Start and Early Head Start staff training and development, facility upgrades, and hiring of consultants.

Conservation and Development/Redevelopment Division: $3,574,000 was awarded for Energy Efficiency and Conservation Block Grant for a variety of activities including: (1) Lighting Improvements for County Buildings; (2) Streetlight Upgrades; (3) Renewable Power for County Buildings; (4) Property Assessed Clean Energy (PACE) Financing Program; (5) Supplemental Retrofit Program for Weatherization Assistance Households; (6) Energy Efficiency Assessments and Outreach for Private Sector Buildings; (7) Permit Fee Rebates for Residential/Commercial Solar Projects; and, (8) Update Zoning Codes and Standards to Reduce Vehicle Miles Traveled.

Public Works: The current amount of ARRA funds for the Vasco Road Safety Improvement Project is $11,279,000. The project has been advertised and is in construction.

Workforce Development Board: Monies received from ARRA funds were used to employ 1,000 youth during the summer of 2009 and for adult training and placement services.

Employment and Human Services Department

Two major initiatives are underway for the CalWIN System, the system used by Contra Costa County and 17 other counties to process and grant benefits. These two initiatives will open the system to on line applications with an interface from the on line application to the CalWIN system along with an Interactive Voice Response System that will allow clients to receive specific information about their cases from any phone at any time.

Probation Department

Youthful Offender Re-Entry

In conjunction with the county's Re-entry Initiative Task Force chaired by Supervisors' Federal Glover and John Gioia, the Probation Department created a Juvenile Re-entry Strategic Plan and convened the Juvenile Re-entry Task Force. The Probation Department committed to collect and analyze data on recidivism outcomes for youth reentering the community and to focus on avoiding re-arrest and sustained petitions for technical and new law violations. The Probation Department, on behalf of the county's initiative, submitted the Second Chance Act Grant for Juvenile Offender Demonstration Projects. If awarded, this grant will further allow development of a day-reporting center for transitional age youth returning to their home community from treatment and will provide services incorporating community-based services.

Intensive Secure Programming

Senate Bill 81 was signed by the governor on August 24, 2007, to shift the responsibility of certain non-violent juvenile offenders to counties. Only those adjudicated for an offense defined in Welfare and Institutions Code Section 707 (b) could be committed to state detention facilities administered by the Division of Juvenile Justice (DJJ). Funding was allocated to county probation departments to facilitate rehabilitative programming of those youth now to be housed at the county level. The Probation Department developed and implemented the Youthful Offender Treatment Program, a secure cognitive based rehabilitative program in the existing Juvenile Hall complex that houses those wards who would have previously been sent to DJJ. This program based on the best practice model provides aggression replacement treatment, substance abuse treatment, mental health support, cognitive life skills, schooling, as well as intensive aftercare treatment, which includes electronic monitoring and drug testing.

In October 2009, the Chris Adams Girls' Treatment Center was closed leaving little option for placement of delinquent girls within the county. In January 2010, based upon the successful model of the "Youthful Offender Treatment" program, the Probation Department opened the Girls in Motion Program, a secure treatment program for girls. Girls in the program participate in "Girls' Circle", aggression replacement treatment, substance abuse treatment, schooling, and receive individual gender-based mental health assistance, as well as intensive aftercare treatment.

For both programs, the Probation Department is completing long-term data tracking to improve outcomes and modify programs as needed.

Awards and Acknowledgements

Office of the Auditor-Controller

Contra Costa County received the State Controller's "Award for Achieving Excellence in Financial Reporting." This award serves to recognize that the County of Contra Costa submitted an accurate and timely financial report for the fiscal year ended June 30, 2009. The County of Contra Costa's reporting excellence helps the State Controller's Office publish accurate and useful local government financial data in the Counties Annual Report. Policymakers and other interested parties throughout California rely on the quality of this uniformly reported information.

The Government Finance Officers Association of the United States and Canada (GFOA) awarded a Certificate of Achievement for Excellence in Financial Reporting to Contra Costa County for its comprehensive annual financial report for the fiscal year ended June 30, 2009. This was the twenty-eighth consecutive year the county has received this prestigious award. In order to be awarded a Certificate of Achievement, a government must publish an easily readable and efficiently organized comprehensive annual financial report. This report must satisfy both generally accepted accounting principles and applicable legal requirements.

A Certificate of Achievement is valid for a period of one year only. We believe that our current comprehensive annual financial report continues to meet the Certificate of Achievement Program's requirements and we are submitting it to the GFOA to determine its eligibility for another certificate.

The preparation of this report on a timely basis could not be accomplished without the efficient and dedicated services of the entire staff of the Office of the Auditor-Controller. I would like to express my appreciation to all members of the Office who assisted and contributed to its preparation. I would also like to thank the members of the Board of Supervisors and the County Administrator for conducting the financial operations of the county in a responsible and progressive manner.

Respectfully submitted,

Stephen J. Ybarra

Auditor-Controller

COUNTY OF CONTRA COSTA

PUBLIC OFFICIALS

June 30, 2010

ELECTED OFFICIALS

Supervisor, District 1	John M. Gioia
Supervisor, District 2	Gayle B. Uilkema
Supervisor, District 3	Mary K. Piepho
Supervisor, District 4	Susan A. Bonilla
Supervisor, District 5	Federal D. Glover
Assessor	Gus S. Kramer
Auditor-Controller	Stephen J. Ybarra
Clerk-Recorder	Stephen L. Weir
District Attorney-Public Administrator	Robert J. Kochly
Sheriff-Coroner	Warren E. Rupf
Treasurer-Tax Collector	William J. Pollacek

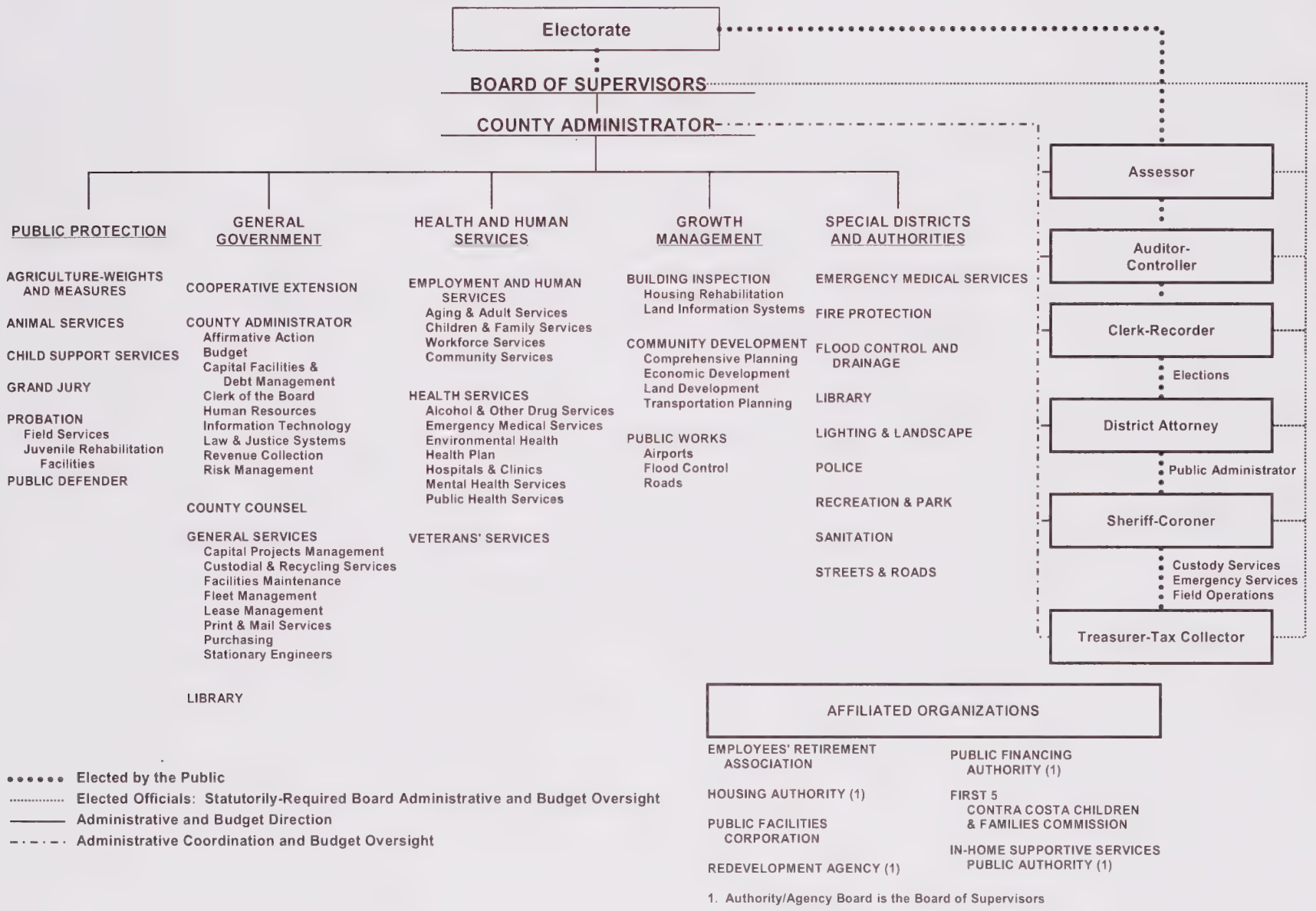
APPOINTED OFFICIALS

County Administrator	David Twa
County Counsel	Sharon Anderson
County Librarian	Anne Cain
County Probation Officer	Lionel Chatman
Director of Animal Services	Glenn Howell
Director of Child Support Services	Linda Dippel
Director of Conservation and Development (Interim)	Catherine Kutsuris
Director of Community Services	Pat Stroh
Director of Cooperative Extension	Shelley Murdock
Director of Employment and Human Services	Joseph Valentine
Director of General Services	Michael Lango
Director of Health Services	William Walker, MD
Director of Human Resources/Assistant County Administrator	Ted Cwiek
Director of Public Works	Julie Bueren
Agricultural Commissioner-Director of Weights and Measures	Vincent L. Guise
Chief Information Officer	Ed Woo
Public Defender	Robin Lipetzky
County Veterans' Services Officer	Phillip Munley
Contra Costa County Fire Protection District	Chief Keith Richter
Crockett-Carquinez Fire Protection District	Chief Jerry Littleton, Jr.
East Contra Costa County Fire Protection District	Chief Hugh Henderson

AFFILIATED ORGANIZATIONS

Administrator, Contra Costa County Employees' Retirement Association	Marilyn Leedom
Executive Director, Housing Authority of the County of Contra Costa	Joseph Villarreal
President, Director, County of Contra Costa Public Facilities Corporation	John E. Whalen
Executive Director, First 5 Contra Costa Children and Families Commission	Sean Casey
Executive Director, County of Contra Costa Public Financing Authority	David Twa
Executive Director, Contra Costa County Redevelopment Agency	David Twa
Executive Director, In-Home Supportive Services Public Authority	John Cottrell

Organizational Chart of Contra Costa County



1. Authority/Agency Board is the Board of Supervisors

Certificate of Achievement for Excellence in Financial Reporting

Presented to

County of Contra Costa California

For its Comprehensive Annual
Financial Report
for the Fiscal Year Ended
June 30, 2009

A Certificate of Achievement for Excellence in Financial Reporting is presented by the Government Finance Officers Association of the United States and Canada to government units and public employee retirement systems whose comprehensive annual financial reports (CAFRs) achieve the highest standards in government accounting and financial reporting.

President

Executive Director

Financial Section

C&L
Caporicci & Larson, Inc.
A Subsidiary of Marcum LLP
Certified Public Accountants

INDEPENDENT AUDITORS' REPORT

To the Honorable Board of Supervisors
of the County of Contra Costa
Martinez, California

We have audited the accompanying financial statements of the governmental activities, the business-type activities, the blended component units, each major fund, and the aggregate remaining fund information of the County of Contra Costa, California (County), as of and for the year ended June 30, 2010, which collectively comprise the County's basic financial statements as listed in the table of contents. These financial statements are the responsibility of the County's management. Our responsibility is to express an opinion on these financial statements based on our audit. We did not audit the financial statements of the following component units:

- Contra Costa County Employees' Retirement Association, which represents $5,226,664,000 of assets of the Fiduciary Funds.
- Housing Authority of the County of Contra Costa, which represents $60,778,000 of assets and $88,595,000 of revenue of the business-type activities. The Housing Authority included the following blended component units:
  - Casa Del Rio Senior Housing Associates, L.P.
  - De Anza Gardens, Limited Partnership
  - De Anza Housing, Corporation
- FIRST 5 Contra Costa Children and Families First Commission, which represents $49,968,000 of assets and $11,295,000 of revenues and is presented as a discrete component unit.

Those financial statements were audited by other auditors whose reports have been furnished to us, and our opinion on the basic financial statements of the County, insofar as it related to those amounts included for the above mentioned component units in the accompanying basic financial statements of the County, is based solely on the reports of the other auditors.

We conducted our audit in accordance with auditing standards generally accepted in the United States of America and the standards applicable to financial audits contained in *Government Auditing Standards*, issued by the Comptroller General of the United States. Those standards require that we plan and perform the audit to obtain reasonable assurance about whether the financial statements are free of material misstatement. An audit includes consideration of internal control over financial reporting as a basis for designing audit procedures that are appropriate in the circumstances, but not for the purpose of expressing an opinion on the effectiveness of the County's internal control over financial reporting. Accordingly, we express no such opinion. An audit also includes examining, on a test basis, evidence supporting the amounts and disclosures in the financial statements, assessing the accounting principles used and the significant estimates made by management, as well as evaluating the overall basic financial statement presentation. We believe that our audit provides a reasonable basis for our opinions.

In our opinion, based on our audit and the reports of other auditors, the basic financial statements referred to above present fairly, in all material respects, the financial position of the governmental activities, the business-type activities, the blended component units, a discrete component unit, each major fund, and the aggregate remaining fund information of the County as of June 30, 2010, and the respective changes in financial position and cash flows, where applicable, thereof for the year then ended in conformity with accounting principles generally accepted in the United States of America.

As described in Note 1B to the basic financial statements, the County adopted the following Statements of the Governmental Accounting Standards Board:

- GASB Statement No. 51, *Accounting and Financial Reporting for Intangible Assets,* which resulted in a restatement of net assets as of July 1, 2009, (see Note 2A)
- GASB Statement No. 53, *Accounting and Financial Reporting for Derivative Investments,* which is discussed further in Note 4C.
- GASB Statement No. 58, *Accounting and Financial Reporting for Chapter 9 Bankruptcies*

In accordance with *Government Auditing Standards*, we have also issued our report dated January 13, 2011, on our consideration of the County's internal control over financial reporting and on our tests of its compliance with certain provisions of laws, regulations, contracts, and grants agreements and other matters. The purpose of that report is to describe the scope of our testing of internal control over financial reporting and compliance and the results of that testing and not to provide an opinion on the internal control over financial reporting or on compliance. That report is an integral part of an audit performed in accordance with *Government Auditing Standards* and should be considered in assessing the results of our audit.

The Management Discussion and Analysis and the Required Supplementary Information as listed in the table of contents, are not a required part of the basic financial statements, but are supplementary information required by accounting principles generally accepted in the United States of America. We have applied certain limited procedures, which consisted principally of inquires of management regarding the methods of measurement and presentation of the Required Supplementary Information. However, we did not audit the information and express no opinion on it.

Our audit was conducted for the purpose of forming opinions on the financial statements that collectively comprise the County's basic financial statements. The introductory section, combining fund statements and schedules and the statistical tables are presented for purposes of additional analysis and are not a required part of the basic financial statements. The combining fund statements and schedules have been subjected to the auditing procedures applied by us in the audit of the basic financial statements and, in our opinion, are fairly stated in all material respects in relation to the basic financial statements taken as a whole. The information identified in the table of contents as the Introductory and Statistical Sections has not been subjected to the auditing procedures applied in the audit of the basic financial statements, and, accordingly, we express no opinion on them.

Caporicci & Larson, Inc.

Caporicci & Larson, Inc.
A Subsidiary of Marcum LLP
Certified Public Accountants

San Francisco, California
January 13, 2011

MANAGEMENT'S DISCUSSION AND ANALYSIS

This section of the County of Contra Costa's Comprehensive Annual Financial Report presents a discussion and analysis of the financial activities of the county for the fiscal year ended June 30, 2010. We encourage readers to consider the information presented here in conjunction with additional information that we furnished in our Letter to the Board of Supervisors and Citizens of the County.

Financial Highlights

- The government-wide assets of the county exceeded its liabilities at the close of fiscal year 2009-2010 by $804,673,000 (net assets), a 1.0% increase from the prior year. Of this amount, $628,461,000 was invested in capital assets, net of related debt, an increase of 5.0%. Of the remaining net assets, $375,886,000 was restricted for specific purposes (restricted net assets), a decrease of 5.1%, and $(199,674,000) was available to meet the county's ongoing obligations to its citizens and creditors (unrestricted net assets), a decrease of 0.9%. This decrease to unrestricted net assets is primarily due to an increase in the county's net OPEB obligation for the primary government of $18,596,000.

- As of June 30, 2010, the county's governmental funds reported, in the fund financial statements, ending fund balance of $569,297,000, an increase of 5.5% from the prior year. Of this total amount, $414,158,000 (72.7%), was unreserved fund balance.

- As of June 30, 2010, unreserved fund balance for the General Fund was $100,503,000 or 8.7% of total General Fund revenues of $1,158,866,000.

- Net assets of the internal service funds was a surplus of $38,604,000, a decrease of $9,158,000 from the prior year.

- The county's total debt decreased by $63,290,000 (5.8%) during fiscal year 2009-2010.

OVERVIEW OF THE FINANCIAL STATEMENTS

This discussion and analysis is intended to serve as an introduction to the county's basic financial statements. The county's basic financial statements are comprised of three parts as follows: (1) **government-wide** financial statements; (2) **fund** financial statements; and (3) **notes** to the basic financial statements. This report also contains other supplementary information in addition to the basic financial statements themselves.

Government-wide Financial Statements

The government-wide financial statements are designed to provide readers with a broad overview of the county's finances in a manner similar to a private-sector business.

The **statement of net assets** presents information on all of the county's assets and liabilities, with the difference between the two reported as net assets. Over time, increases or decreases in net assets may serve as a useful indicator of whether the financial position of the county is improving or deteriorating.

The **statement of activities** presents information showing how the county's net assets changed during the most recent fiscal year. All changes in net assets are reported as soon as the underlying event giving rise to the change occurs regardless of the timing of related cash flows. Thus, revenues and expenses are reported in this statement for some items that only will result in cash flows in future fiscal periods, such as revenues pertaining to uncollected taxes and expenses pertaining to earned but unused vacation and sick leave.

Both of the government-wide financial statements distinguish functions of the county that principally are supported by taxes and intergovernmental revenues (governmental activities) from other functions that are intended to recover all, or a significant portion, of their costs through user fees and charges (business-type activities). The governmental activities of the county include general government, public protection, health and sanitation, public assistance, education, public ways and facilities, and recreation and culture. The business-type activities of the county include the County Hospital, Airport, Housing Authority, Sheriff Law Enforcement Training Center, Child Care, Major Risk Medical Insurance, Health Maintenance Organization Medi-Cal Plan and Health Maintenance Organization Commercial Plan.

Fund Financial Statements

The fund financial statements report groupings of related accounts and are used to maintain control over resources that have been segregated for specific activities and objectives. The county, like other state and local governments, uses fund accounting to ensure and demonstrate compliance with finance-related legal requirements. All of the funds of the county can be divided into three categories as follows: (1) **governmental** funds, (2) **proprietary** funds, and (3) **fiduciary** funds.

Governmental funds are used to account for essentially the same functions reported as governmental activities in the government-wide financial statements. However, unlike the government-wide financial statements, governmental fund financial statements focus on near-term inflows and outflows of resources that are available for spending as well as on balances of resources that are available for spending at the end of the fiscal year. Such information may be useful in evaluating a government's near-term financing requirements.

Since the focus of governmental funds is narrower than that of the government-wide financial statements, it is useful to compare the information presented for governmental funds with similar information presented for governmental activities in the government-wide financial statements. By doing so, readers may better understand the long-term impact of the county's near-term financing decisions. Both the governmental fund balance sheet and the governmental fund statement of revenues, expenditures, and changes in fund balances provide a reconciliation to facilitate this comparison between governmental funds and governmental activities.

The county maintains 28 individual governmental funds (e.g. general fund, special revenue funds, debt service funds, capital projects funds and permanent fund) for reporting purposes. Information is presented separately in the governmental fund balance sheet and in the governmental fund statement of revenues, expenditures, and changes in fund balances for the General Fund, Contra Costa County Fire Protection District Special Revenue Fund, and Land Development Special Revenue Fund which are considered to be major funds. Data from the other governmental funds are combined into a single, aggregated presentation. Individual fund data for each of those nonmajor governmental funds is provided in the form of combining statements and schedules elsewhere in this report.

The county adopts an annual appropriated budget for its General Fund. A budgetary comparison schedule has been provided for the General Fund to demonstrate compliance with this budget.

Proprietary funds used by the county are of two different types as follows: (1) enterprise funds, and (2) internal service funds. Proprietary fund financial statements provide the same type of information as the government-wide financial statements, only in more detail.

- **Enterprise funds** are used to report the same functions presented as business-type activities in the government-wide financial statements. Information is presented separately in the enterprise funds sections of the proprietary fund statement of net assets and in the proprietary fund statement of revenues, expenses, and changes in net assets for the County Hospital Enterprise Fund and Housing Authority Enterprise Fund, which are considered to be major funds. Data from the other enterprise funds are combined into a single, aggregated presentation. Individual fund data for each of those nonmajor enterprise funds is provided in the form of combining statements and schedules elsewhere in this report.

- **Internal service funds** are used to accumulate and allocate costs internally among the county's various functions. The county uses internal service funds to account for its administrative costs and payment of claims for its various insurance programs to protect county assets and employees. During fiscal year 2008 – 2009, an internal service fund for fleet services was established to account for the rental of motor vehicles to other departments and related costs. The internal service funds are allocated between the governmental functions and business-type activities in the government-wide financial statements. Individual fund data for the internal service funds is provided in the form of combining statements elsewhere in this report.

Fiduciary funds are used to account for resources held for the benefit of entities legally separate from the county and individuals, which are not part of the reporting entity. The Contra Costa County Employees' Retirement Association (CCCERA) pension plan, the Contra Costa County Other Postemployment Benefit (OPEB) irrevocable trust fund, the county's investment trust fund, private-purpose trust fund, and agency funds are reported under fiduciary funds. Fiduciary funds are not reflected in the government-wide financial statements because the resources of those funds are not available to support the county's own programs. The accounting used for fiduciary funds is much like that used for proprietary funds.

Notes to the Basic Financial Statements

The notes to the basic financial statements provide additional information that is essential to fully understand the data provided in the government-wide and fund financial statements.

Required Supplementary Information

In addition to the basic financial statements and accompanying notes, this report presents certain required supplementary information concerning the county's major governmental funds budget and actual comparisons, and schedules of funding progress for the employees' retirement plan and other postemployment benefits.

Combining Statements and Schedules

The combining statements and schedules referred to earlier in connection with nonmajor governmental funds and internal service funds are presented immediately following the required supplementary information (other than MD&A).

Component Units

The blended component units, as described in Note 1.A in the "Notes to the Basic Financial Statements," are included in all three parts of the county's basic financial statements. The county and its blended component units constitute the primary government. In addition to the blended component units, the government-wide financial statements and the notes to the basic financial statements also include the discretely presented component unit described in Note 1.A in the "Notes to the Basic Financial Statements."

GOVERNMENT-WIDE FINANCIAL ANALYSIS

COUNTY'S NET ASSETS
June 30, 2010
(In Thousands)

	Governmental Activities		Business-type Activities		Total		Increase/ (Decrease)
	2010	2009	2010	2009	2010	2009	Percent Change
Assets:							
Current and other assets	$ 1,336,965	1,375,574	136,381	134,171	1,473,346	1,509,745	(2.4) %
Capital assets	843,213	821,326	196,795	202,607	1,040,008	1,023,933	1.6
Total assets	2,180,178	2,196,900	333,176	336,778	2,513,354	2,533,678	(0.8) %
Liabilities:							
Current and other liabilities	128,101	134,690	91,367	83,825	219,468	218,515	0.4 %
Long-term liabilities	1,325,133	1,351,758	164,080	166,544	1,489,213	1,518,302	(1.9)
Total liabilities	1,453,234	1,486,448	255,447	250,369	1,708,681	1,736,817	(1.6) %
Net Assets:							
Invested in capital assets, net of related debt	574,525	543,582	53,936	55,131	628,461	598,713	5.0 %
Restricted	361,709	369,912	14,177	26,121	375,886	396,033	(5.1)
Unrestricted	(209,290)	(203,042)	9,616	5,157	(199,674)	(197,885)	(0.9)
Total net assets	$ 726,944	710,452	77,729	86,409	804,673	796,861	1.0 %

Analysis of Government-wide Net Assets

As noted earlier, net assets may serve over time as a useful indicator of a government's financial position. The county's total assets exceeded total liabilities by $804,673,000 at June 30, 2010. The largest portion of the county's total net assets, $628,461,000 (78.1%), reflects its investment in capital assets (e.g., land, infrastructure, buildings, machinery, software, and equipment), less any related debt used to acquire those assets. The county uses capital assets to provide services to citizens; consequently, those assets are not available for future spending. Although the county's investment in its capital assets is reported net of related debt, it should be noted that the resources needed to repay this debt must be provided from other sources since the capital assets themselves cannot be used to liquidate those liabilities. An additional portion of the county's

total net assets, $375,886,000 (46.7%), represents resources that are subject to external restrictions on usage. The major restriction on net assets, $337,297,000, is for legally segregated taxes, grants, and fees.

The remaining balance of total net assets, $(199,674,000) (-24.8%), is unrestricted. Unrestricted net assets of governmental activities is $(209,290,000). It continues to be negative due to the inclusion of the OPEB liability of $(268,858,000) in the primary government.

Unrestricted net assets of business-type activities is $9,616,000, which increased from the prior year primarily due to an increase in charges for services revenue.

COUNTY'S CHANGE IN NET ASSETS
For the Fiscal Year Ended June 30, 2010
(In Thousands)

	Governmental Activities		Business-type Activities		Total		Increase/ (Decrease) Percent
	2010	2009	2010	2009	2010	2009	Change
Revenues:							
Program revenues:							
Charges for services	$ 330,483	324,974	516,477	487,835	846,960	812,809	4.2 %
Operating grants and contributions	663,766	622,097	127,900	135,026	791,666	757,123	4.6
Capital grants and contributions	38,400	19,943	6,278	7,377	44,678	27,320	63.5
General revenues:							
Taxes	452,651	491,333			452,651	491,333	(7.9)
Grants/contributions not restricted	15,809	14,089			15,809	14,089	12.2
Investment earnings	34,033	47,051	279	429	34,312	47,480	(27.7)
Other	10,905	12,935	749	987	11,654	13,922	(16.3)
Total revenues	1,546,047	1,532,422	651,683	631,654	2,197,730	2,164,076	1.6
Expenses:							
General government	213,086	199,218			213,086	199,218	7.0
Public protection	510,384	552,037			510,384	552,037	(7.5)
Health and sanitation	229,002	240,383			229,002	240,383	(4.7)
Public assistance	422,492	461,159			422,492	461,159	(8.4)
Education	24,868	28,983			24,868	28,983	(14.2)
Public ways and facilities	36,300	60,726			36,300	60,726	(40.2)
Recreation and culture	991	1,447			991	1,447	(31.5)
Interest on debt	56,651	61,239			56,651	61,239	(7.5)
County Hospital			382,306	372,416	382,306	372,416	2.7
Housing Authority			101,047	97,217	101,047	97,217	3.9
Airport			4,480	5,127	4,480	5,127	(12.6)
Sheriff Law Enforcement Training Center			1,219	1,266	1,219	1,266	(3.7)
Child Care Enterprise			31	12	31	12	158.3
HMO Medi-Cal Plan			113,302	97,827	113,302	97,827	15.8
HMO Commercial			92,789	112,316	92,789	112,316	(17.4)
Major Risk Medical Insurance			1,026	1,013	1,026	1,013	1.3
Total expenses	1,493,774	1,605,192	696,200	687,194	2,189,974	2,292,386	(4.5)
Change in net assets before transfers	52,273	(72,770)	(44,517)	(55,540)	7,756	(128,310)	(106.0)
Transfers	(35,837)	(49,098)	35,837	49,098			
Change in net assets	16,436	(121,868)	(8,680)	(6,442)	7,756	(128,310)	(106.0)
Net Assets, Beginning of Year	710,452	829,675	86,409	92,856	796,861	922,531	(13.6)
Adjustments to beginning net assets	56	2,645		(5)	56	2,640	(97.9)
Net Assets, Beginning of Year, as Restated	710,508	832,320	86,409	92,851	796,917	925,171	(13.9)
Net Assets, End of Year	$ 726,944	710,452	77,729	86,409	804,673	796,861	1.0 %

Analysis of the Changes in Government Wide Net Assets

The county's net assets increased by $7,756,000 during fiscal year 2009-2010. Generally, this resulted from increases in revenues and decreases in expenses. Governmental activities increased the county's net assets by 16,436,000 and business-type activities decreased the county's net assets by $8,680,000. The changes are explained below in the governmental activities and business-type activities discussions.

Governmental Activities

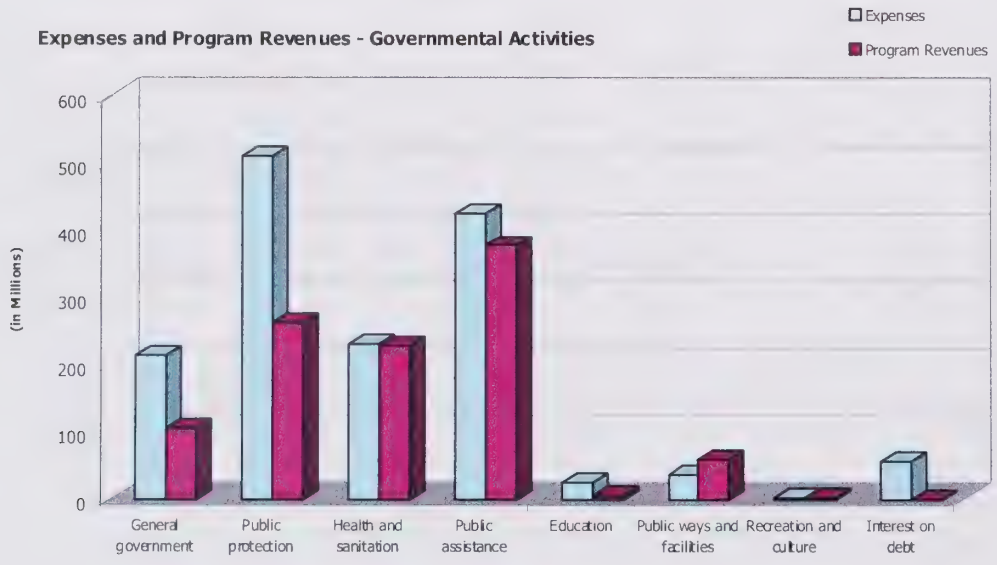
Governmental activities increased the county's net assets by $16,436,000. The increase in net assets primarily is due to the current year increase in program revenues and decrease in expenses.

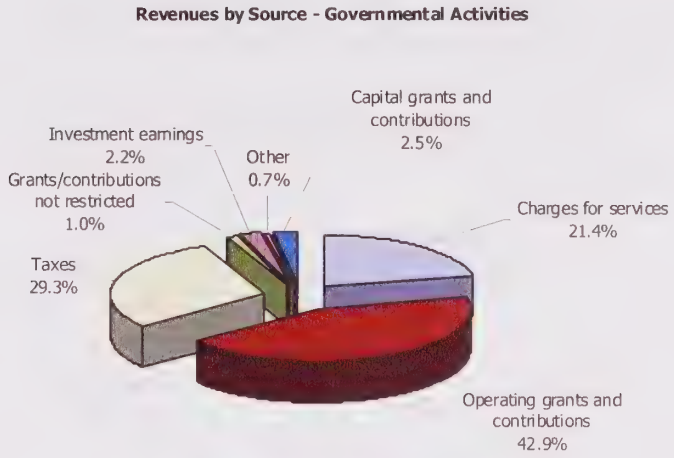
Governmental activities operating grants and contributions increased by $41,669,000 (6.7%) and capital grants and contributions increased by $18,457,000 (92.5%). Grant revenue increased as a result of American Recovery and Reinvestment Act (ARRA), Proposition 63 (Mental Health Services Act), and Proposition 1B (streets and roads) revenue increases over the prior year.

Overall, tax revenue decreased by $38,682,000 (7.9%). Property taxes decreased by $33,179,000 (7.4%). This trend of lower assessed valuations, causing a decrease in property taxes, is expected to continue into the next year and, likely, subsequent years.

Investment earnings decreased by $13,018,000 (27.7%) due to less interest received in the current year because of no current year Tax Revenue Anticipation Note (TRANs) activity.

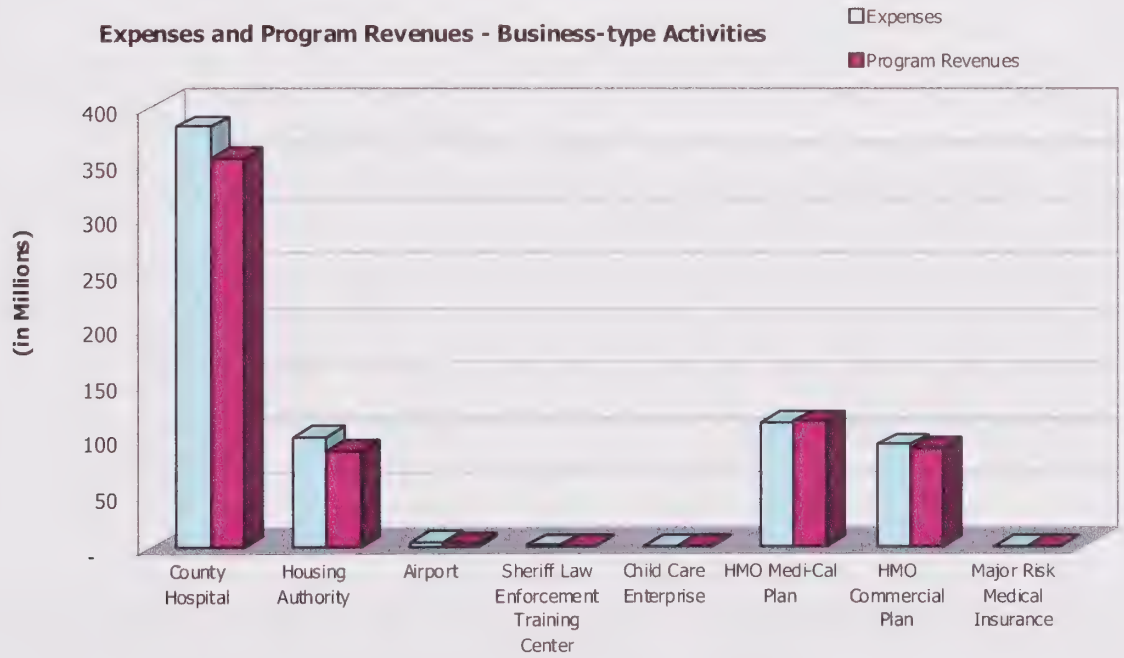
Expenses for governmental activities decreased by $111,418,000 (6.9%) due to a general reduction in spending, including a decrease in Sheriff and Fire Protection (public protection); road construction, public works, and land development (public ways and facilities); and, children and family services and county facilities capital projects (public assistance) expenditures.



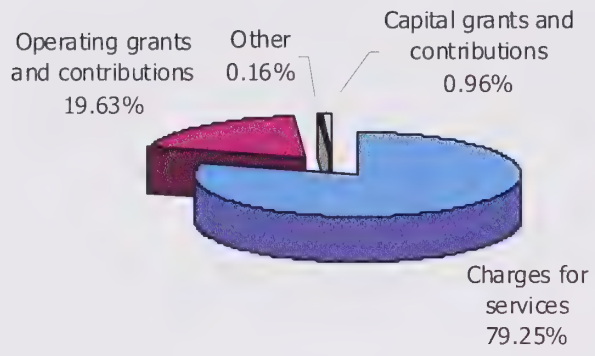


Business-type Activities

Business-type activities decreased the county's net assets by $8,680,000. While program revenues increased significantly, expenses also increased, and transfers from other funds (notably, the Hospital subsidy from the General Fund) decreased. Expenses exceeded program revenues for the County Hospital, Housing Authority, Airport, Sheriff Law Enforcement Training Center, Major Risk Medical, and Health Maintenance Organization (Commercial Plan).



Revenues by Source - Business-type Activities



FINANCIAL ANALYSIS OF THE COUNTY'S FUNDS

The county uses fund accounting to ensure and demonstrate compliance with finance-related legal requirements. The following is an analysis of the activities of the county's funds for fiscal year 2009-2010 as reported in the fund-basis financial statements.

Governmental Funds

The focus of the county's governmental funds is to provide information on near-term inflows, outflows, and balances of resources that are available for spending. Such information is useful to assess the county's financing requirements. In particular, unreserved fund balance may serve as a useful measure of a government's net resources available for spending at the end of the fiscal year. Types of governmental funds reported by the county include the general, special revenue, debt service, capital projects, and permanent funds.

As of June 30, 2010, the county's governmental funds reported combined ending fund balances of $569,297,000, an increase of $29,574,000 in comparison with the prior year. Approximately $414,158,000 (72.7%) of those fund balances constitutes unreserved fund balances that are available for spending at the county's discretion. The remainder of those fund balances is reserved to indicate that it is not available for new spending because it already is committed as follows: (1) for encumbrances - to liquidate remaining contracts and purchase orders $46,124,000; (2) to reflect advances to other funds and inventories $10,186,000; (3) for payment of debt service $33,471,000; (4) bond proceeds with restrictions $36,614,000, or (5) for miscellaneous other restricted purposes $28,744,000.

General Fund

The General Fund is the primary operating fund of the county. At June 30, 2010, the unreserved fund balance of the General Fund was $100,503,000, a decrease of $4,757,000 in comparison to the prior year, while total fund balance was $133,369,000, an increase of $2,645,000 in comparison to the prior year. As a measure of the General Fund's liquidity, it may be useful to compare both unreserved fund balance and total fund balance to total fund expenditures. Unreserved fund balance represents 9.2% of total General Fund expenditures, while total fund balance represents 12.2%. For the prior year, these figures were 9.1% and 11.4%, respectively.

General Fund revenues decreased by $62,375,000 (5.1%) while expenditures decreased by $60,930,000 (5.3%).

The General Fund's fund balance was still able to increase in the current year because of a reduction in the subsidy paid to the County Hospital.

Revenues

Tax revenue decreased by $22,137,000 (7.0%); use of money and property decreased by $5,175,000 (65.9%); and, other revenue decreased by $17,957,000 (18.5%).

Tax revenue decreases were due to the continued trend of lower assessed valuations.

Use of money and property revenue decreases were mainly due to no current year TRANs activity.

Other revenue decreases were mostly attributed to a reclassification of the Department of Conservation and Development's current year activity to the Land Development Fund and a general decline in miscellaneous revenues.

Expenditures

General Government expenditures decreased by $12,462,000 (8.5%). Major components include decreases in Assessment Litigation Services, Building Maintenance, and Elections.

Public Protection expenditures decreased by $24,066,000 (7.0%). The primary cause was the reclassification of the Department of Conservation and Development's current year activity to the Land Development Fund. Also, there was a significant reduction of Sheriff expenditures.

Public Ways and Facilities expenditures decreased by $14,007,000 (25.5%). There was a significant decrease in road construction and public works expenditures.

CCC Fire Protection District Special Revenue Fund

The CCC Fire Protection District Special Revenue Fund provides fire and emergency medical services to nine cities and certain unincorporated areas in the county. The District's fund balance increased by $19,000 (0.1%) during fiscal year 2009 – 2010.

Revenues, primarily taxes, decreased by $10,308,000 (10.4%) while expenditures, mainly services and supplies and salaries and benefits, decreased by $6,982,000 (7.3%).

Land Development Special Revenue Fund

The Land Development Fund Special Revenue Fund provides growth related management activities of the Public Works Department and the Department of Conservation and Development. The fund balance increased by $642,000 (2.6%) during fiscal year 2009 – 2010.

Revenues, primarily charges for services and other revenue, increased by $10,971,000 (39.0%). Expenditures increased by $3,933,000 (11.6%), mainly from an increase in public protection and public assistance expenditures.

The increase in current year activity is mainly attributable to the reclassification of the Department of Conservation and Development current year activity from the General Fund to the Land Development Special Revenue Fund.

Nonmajor Funds

Special revenue funds had a significant increase in fund balance of $44,352,000 due to an increase in intergovernmental revenue. The Health and Sanitation Fund had an increase in Proposition 63 (Mental Health Services Act) revenues and the Road Fund had an increase in Proposition 1B (streets and roads) revenue.

Debt service funds had a decrease in fund balance of $3,251,000 and capital projects funds had a decrease in fund balance of $14,844,000.

Proprietary Funds

As mentioned earlier, the county's proprietary fund financial statements provide the same type of information found in the government-wide financial statements but in more detail.

Net assets at June 30, 2010, was $18,655,000 for the County Hospital Enterprise Fund, $33,780,000 for the Housing Authority Enterprise Fund, and $26,022,000 for the nonmajor enterprise funds. As a result of operations during the year, net assets of the County Hospital Enterprise Fund increased by $4,562,000, net assets of the Housing Authority Enterprise Fund decreased by $12,452,000, and net assets of the nonmajor enterprise funds increased by $1,776,000.

Net assets of the internal service funds were $38,604,000. As a result of operations during the year, the net assets of the Public Liability Insurance Internal Service Fund decreased by $4,565,000, and the Workers' Compensation County General Internal Service Fund decreased by $5,773,000. The net assets of the Workers' Compensation Insurance Fire Protection Internal Service Fund increased by $209,000 reducing the deficit net assets balance to $300,000; and, the net assets of the Medical Liability Insurance Internal Service Fund decreased by $2,566,000 creating a deficit net assets balance of $728,000.

GENERAL FUND BUDGETARY HIGHLIGHTS

The county's final budget differs from the original budget in that it contains carry-forward appropriations for various programs and projects and supplemental appropriations approved during the fiscal year. Total budgeted revenues were increased by $31,815,000 (2.7%) in the final budget. Actual revenues were less than final budgeted revenues by $44,254,000 (3.7%). Total budgeted expenditures increased by $43,896,000 (3.9%) in the final budget. Actual expenditures were less than final budgeted expenditures by $92,459,000 (7.8%). Significant factors impacting those changes were as follows:

Original Budget vs. Final Budget

Revenue Variances

- Intergovernmental revenue was increased for additional federal and state grant funding, mainly ARRA related grants.
- Charges for services revenue was increased due to increased Medi-Cal revenue and increased Mental Health Services Act funding.

Expenditure Variances

- The Final Budget for General Government - Plant Acquisition included re-appropriation for projects not completed in the prior year and additional appropriations for building and improvement projects that were funded during the current year.
- The Final Budget for General Government – Building Maintenance appropriations was adjusted for change in intrafund transfers for services.
- The Final Budget for General Government – Telecommunications included an appropriation for negotiation of Kregor Peak communication property.
- The Final Budget for Public Protection – Sheriff and Emergency Services increased to appropriate additional grants received for expenditures.
- The Final Budget for Health and Sanitation – Mental Health salaries and services and supplies appropriations adjustment was due to increased costs above the adopted budget level.

Final Budget vs. Actual Amounts

Revenue Variances

- Intergovernmental revenue (both federal and state aid) was lower than expected by approximately $32,842,000.

Expenditure Variances

- General Government – Plant acquisition expenditures were less than budgeted because the budget included appropriations for various building improvement and construction projects that were not completed during the year and non-essential projects being deferred.
- Public Protection – Cost cutting measures, including layoffs, resulted in Sheriff and Jail expenditures being less than budgeted.
- Public Assistance – Employment and Human Services Department (EHSD) – Child and Family Services' Housing and Urban Development (HUD) Block Grant expenditures were less than budgeted.

CAPITAL ASSETS AND LONG-TERM DEBT ACTIVITY

Capital Assets

Capital assets for the governmental and business-type activities are presented below to illustrate changes from the prior year:

COUNTY'S CHANGES IN CAPITAL ASSETS
(Net of Depreciation)
(In Thousands)

	Governmental activities		Business-type activities		Total		Increase/ (Decrease)
	2010	2009 (as restated)	2010	2009	2010	2009 (as restated)	Percent Change
Infrastructure	$ 315,555	313,677			315,555	313,677	0.6 %
Land	75,880	73,729	14,541	12,816	90,421	86,545	4.5
Structures and improvements	300,475	315,120	166,266	172,307	466,741	487,427	(4.2)
Equipment	46,988	48,524	12,578	13,289	59,566	61,813	(3.6)
Intangibles	1,262	1,725			1,262	1,725	(26.8)
Construction in progress	103,053	70,276	3,410	4,195	106,463	74,471	43.0
Total	$ 843,213	823,051	196,795	202,607	1,040,008	1,025,658	1.4 %

The county's investment in capital assets for its governmental and business-type activities as of June 30, 2010, was $1,040,008,000 (net of accumulated depreciation). This investment in capital assets includes land, buildings and systems, improvements, machinery and equipment, software, park facilities, roads, highways, drainage systems, and bridges. The total county's investment in net capital assets for fiscal year 2009-2010 increase by 1.4% (a 2.4% increase for governmental activities and a 2.9% decrease in business-type activities).

The major increase in the county's investment in capital assets for governmental activities is due to:

Roads infrastructure and construction in progress	$35,182,000
Drainage infrastructure and construction in progress	3,310,000

Business-type activities had a net decrease in capital assets as the result of depreciation expense exceeding new additions.

Construction commitment for additional health care facilities under construction is:

West County Health Center	$45,000,000

Specific changes in governmental and business-type activities are presented in Note 7, in the "Notes to the Basic Financial Statements."

Long-Term Debt

Long-term debt for the governmental and business-type activities is presented below to illustrate changes from the prior year:

COUNTY'S OUTSTANDING DEBT
Capital Lease Obligations, Pension Obligation Bonds, Retirement Litigation Settlement,
Notes Payable, Other Bonds Payable, Lease Revenue Bonds, Tax Allocation Bonds and Special Assessment Debt
(In Thousands)

	Governmental activities		Business-type activities		Total		Increase/ (Decrease)
	2010	2009	2010	2009	2010	2009	Percent Change
Capital lease obligations	$ 7,558	11,680	939	1,083	8,497	12,763	(33.4) %
Pension obligation bonds	555,490	588,920			555,490	588,920	(5.7)
Retirement litigation settlement	22,293	23,197			22,293	23,197	(3.9)
Notes payable	1,332	1,384	17,922	18,246	19,254	19,630	(1.9)
Other bonds payable	2,855	3,260			2,855	3,260	(12.4)
Lease revenue bonds	166,333	176,084	127,945	134,293	294,278	310,377	(5.2)
Tax allocation bonds	123,750	130,880			123,750	130,880	(5.4)
Special assessment debt	10,395	11,075			10,395	11,075	(6.1)
Total	$ 890,006	946,480	146,806	153,622	1,036,812	1,100,102	(5.8) %

At June 30, 2010, the county had total long-term debt outstanding of $1,036,812,000. The county's legal debt limit was $7,432,211,000. During the year, the county's liabilities for long-term debt decreased by $63,290,000 (5.8%). Specific changes in governmental and business-type activities are presented in Note 10 in the "Notes to the Basic Financial Statements."

During the current year, the county did not undertake any new debt issues and made all scheduled principal payments.

Refer also to the information on the Debt Management Policy in the Letter of Transmittal (page vi).

The outlook on the county's credit ratings continues to be "stable" by both Moody's Investors Service (Moody's) and Standard & Poor's Ratings Services (S&P) during fiscal year 2009-2010. The county's underlying long-term ratings are as follows:

Type of Issue	Moody's	S&P
Issuer rating/implied general obligation bond rating	Aa2	AA
Pension obligation bonds	Aa3	AA-
Lease revenue bonds	A1	AA-

At the time of issuance of most of its lease revenue bond series and pension obligation bond series, the county purchased municipal bond insurance policies that resulted in those series being rated in the highest possible rating categories of Aaa (Moody's) and AAA (S&P). Municipal bond insurers have been downgraded since early

2008. When the insured rating falls below the county's underlying rating, the affected series of bonds carries only the county's underlying ratings. All of the county's lease revenue bond issues now carry only the county's underlying ratings of A1 (Moody's) and AA- (S&P). Two of the county's three pension obligation bond series carry insured rating of AA+ (S&P) and Aa3 (Moody's), with the Moody's rating the same as that of the bond insurer.

KNOWN FACTS, DECISIONS AND CONDITIONS THAT ARE EXPECTED TO HAVE A SIGNIFICANT EFFECT ON FINANCIAL POSITION OR RESULTS OF OPERATIONS NEXT YEAR

- Continuing to fund OPEB obligation at $20 million per year.
- Decrease of countywide assessed valuation of 3.38%.
- Continued fiscal crisis of state and federal governments.
- Reduction of general fund budget by $23.5 million due to reduced revenues.
- Expected use of $3.3 million of reserves as balanced budget solution.
- Mandatory closure of many county buildings for six days and corresponding unpaid time off for employees for second consecutive year.
- All of the facts, decisions and conditions listed above were considered in preparing the county's budget for fiscal year 2010-2011.

REQUESTS FOR INFORMATION

This financial report is designed to provide a general overview of the county's finances for all those with an interest in the county's finances. Questions concerning any of the information provided in this report or requests for additional financial information should be addressed to the Office of the County Auditor-Controller, 625 Court Street, Room 103, Martinez, CA 94553-1282.

COUNTY OF CONTRA COSTA
STATEMENT OF NET ASSETS
JUNE 30, 2010
(In Thousands)

	Primary Government			Component Unit
	Governmental Activities	Business-type Activities	Total	First 5 Contra Costa Children and Families Commission
Assets:				
Cash and investments	$ 500,220	30,543	530,763	46,288
Receivables (net)	238,428	94,617	333,045	2,251
Inventories	3,823	836	4,659	
Internal balances	8,571	(8,571)		
Notes receivable	79,023	323	79,346	463
Prepaid items and deposits	17,609	2,218	19,827	73
Deferred charges	7,302	1,881	9,183	
Land held for resale	8,536		8,536	
Prepaid pension asset (net)	402,265		402,265	
Other noncurrent assets		514	514	
Restricted assets:				
Restricted cash and investments	71,188	12,779	83,967	
Notes receivable		1,241	1,241	
Capital assets:				
Nondepreciable	178,933	17,951	196,884	246
Depreciable, net	664,280	178,844	843,124	647
Total assets	2,180,178	333,176	2,513,354	49,968
Liabilities:				
Accounts payable and accrued liabilities	72,224	55,399	127,623	952
Accrued interest payable	10,380	631	11,011	
Due to primary government				686
Due to other agencies				9
Welfare program advances	9,889		9,889	
Unearned revenue	35,608	35,337	70,945	
Noncurrent liabilities:				
Due within one year	87,254	9,279	96,533	12
Due in more than one year	1,237,879	154,801	1,392,680	310
Total liabilities	1,453,234	255,447	1,708,681	1,969
Net Assets:				
Invested in capital assets, net of related debt	574,525	53,936	628,461	892
Restricted for:				
Legally segregated taxes, grants and fees	337,117	180	337,297	
Tenant deposits		3,462	3,462	
Debt service	22,832	10,535	33,367	
Permanent fund:				
Expendable portion	31		31	
Nonexpendable portion	1,729		1,729	
Total restricted net assets	361,709	14,177	375,886	
Unrestricted	(209,290)	9,616	(199,674)	47,107
Total net assets	$ 726,944	77,729	804,673	47,999

See accompanying notes to the basic financial statements.

COUNTY OF CONTRA COSTA
STATEMENT OF ACTIVITIES
FOR THE FISCAL YEAR ENDED JUNE 30, 2010
(In Thousands)

Function/Program Activities:	Expenses	Program Revenues: Charges for Services	Program Revenues: Operating Grants and Contributions	Program Revenues: Capital Grants and Contributions
Primary government:				
Governmental activities:				
General government	$ 213,086	91,709	12,525	
Public protection	510,384	141,489	120,794	
Health and sanitation	229,002	79,166	147,891	
Public assistance	422,492	6,597	369,877	
Education	24,868	820	4,201	
Public ways and facilities	36,300	10,440	8,467	38,400
Recreation and culture	991	262	11	
Interest on debt	56,651			
Total governmental activities	1,493,774	330,483	663,766	38,400
Business-type activities:				
County Hospital	382,306	329,559	18,662	5,289
Housing Authority	101,047	5,269	81,684	989
Airport	4,480	3,459	71	
Sheriff Law Enforcement Training Center	1,219	756	214	
Child Care Enterprise	31			
HMO Medi-Cal Plan	113,302	113,835		
HMO Commercial Plan	92,789	62,744	27,269	
Major Risk Medical Insurance	1,026	855		
Total business-type activities	696,200	516,477	127,900	6,278
Total primary government	$ 2,189,974	846,960	791,666	44,678
Component unit:				
First 5 Contra Costa Children and Families Commission	$ 15,084		10,492	
GENERAL REVENUES:				
Taxes:				
Property				
Sales				
Other				
Grants/contributions not restricted				
Investment earnings				
Other				
TRANSFERS				
Total general revenues and transfers				
Change in net assets				
NET ASSETS, BEGINNING OF YEAR				
Adjustments to beginning net assets (Note 2)				
NET ASSETS, BEGINNING OF YEAR, AS RESTATED				
NET ASSETS, END OF YEAR				

See accompanying notes to the basic financial statements.

Net (Expenses) Revenues and Changes in Net Assets			Component Unit
Governmental Activities	Business-type Activities	Total	First 5 Contra Costa Children and Families Commission
(108,852)		(108,852)	
(248,101)		(248,101)	
(1,945)		(1,945)	
(46,018)		(46,018)	
(19,847)		(19,847)	
21,007		21,007	
(718)		(718)	
(56,651)		(56,651)	
(461,125)		(461,125)	
	(28,796)	(28,796)	
	(13,105)	(13,105)	
	(950)	(950)	
	(249)	(249)	
	(31)	(31)	
	533	533	
	(2,776)	(2,776)	
	(171)	(171)	
	(45,545)	(45,545)	
(461,125)	(45,545)	(506,670)	
			(4,592)
$ 418,001		418,001	
12,957		12,957	
21,693		21,693	
15,809		15,809	
34,033	279	34,312	740
10,905	749	11,654	63
(35,837)	35,837		
477,561	36,865	514,426	803
16,436	(8,680)	7,756	(3,789)
710,452	86,409	796,861	51,788
56		56	
710,508	86,409	796,917	51,788
$ 726,944	77,729	804,673	47,999

COUNTY OF CONTRA COSTA

BALANCE SHEET

GOVERNMENTAL FUNDS

JUNE 30, 2010

(In Thousands)

	General	CCC Fire Protection District Special Revenue	Land Development Special Revenue	Nonmajor	Total
Assets:					
Cash and investments	$	31,817		309,287	341,104
Accounts receivable and accrued revenue (net)	150,009	676	29,023	56,240	235,948
Inventories	2,918	577			3,495
Due from other funds	65,325	803	6,824	7,367	80,319
Advances to other funds				6,691	6,691
Notes receivable	64,464		2,331	12,228	79,023
Prepaid items and deposits	17,111	173		302	17,586
Land held for resale				8,536	8,536
Restricted cash and investments	1,903			69,285	71,188
Total assets	$ 301,730	34,046	38,178	469,936	843,890
Liabilities and Fund Balances					
Liabilities:					
Accounts payable and accrued liabilities	$ 51,577	5,008	1,892	13,538	72,015
Due to other funds	17,810	322	924	52,153	71,209
Welfare program advances	9,889				9,889
Advances from other funds				6,691	6,691
Deferred revenue	89,085	41	10,121	15,542	114,789
Total liabilities	168,361	5,371	12,937	87,924	274,593
Fund Balances:					
Reserved for:					
Encumbrances	12,898		15,017	18,209	46,124
Inventories	2,918	577			3,495
Advances to other funds				6,691	6,691
Prepaid items and deposits	15,542	173		302	16,017
Land held for resale				8,536	8,536
Programs with purpose restrictions				646	646
Bond proceeds with eligibility restriction				36,614	36,614
Housing projects				277	277
Debt service				33,471	33,471
Lease purchases	1,508				1,508
Permanent fund-expendable portion				31	31
Permanent fund-nonexpendable portion				1,729	1,729
Unreserved, designated for, reported in:					
Special revenue funds				6,834	6,834
Equipment replacement	2,187		1,213		3,400
Litigation/audit	5,000				5,000
CCC Fire Protection Dist reserve designation		8,885			8,885
General fund capital reserve	11,587				11,587
General fund reserve designation	67,972				67,972
Unreserved, undesignated, reported in:					
General fund	13,757				13,757
Special revenue funds		19,040	9,011	259,793	287,844
Capital projects funds				8,879	8,879
Total fund balances	133,369	28,675	25,241	382,012	569,297
Total liabilities and fund balances	$ 301,730	34,046	38,178	469,936	843,890

See accompanying notes to the basic financial statements.

COUNTY OF CONTRA COSTA

RECONCILIATION OF THE GOVERNMENTAL FUNDS BALANCE SHEET
TO THE STATEMENT OF NET ASSETS

JUNE 30, 2010
(In Thousands)

Fund balances - total governmental funds (page 20)		$ 569,297
Amounts reported for governmental activities in the statement of net assets are different because:		
The pension assets resulting from contributions in excess of the annual required contribution are not financial resources and therefore not reported in the funds.		402,265
Capital assets used in governmental activities are not financial resources and therefore are not reported in the governmental funds.		838,138
Accrued revenue, which is not available soon enough to pay for the current period's expenditures, is deferred in the governmental funds.		158
Notes receivable are not available to pay current-period expenditures and, therefore, are deferred in the governmental funds.		79,023
Internal service funds are used by management to charge the costs of self insurance and fleet services to individual funds. The assets and liabilities of these funds, except for the medical liability insurance fund, are included as governmental activities in the statement of net assets.		39,332
Interest on long-term debt is recognized as it accrues, regardless of when it is due.		(10,380)
Costs of issuance on bonds are not recognized as current expenditures and are deferred.	$ 7,866	
Current year amortization of costs of issuance on bonds.	(564)	7,302
Long-term liabilities, including bonds payable, are not due and payable in the current period and therefore are not reported in the governmental funds.		
Lease revenue bonds	(166,333)	
Notes payable	(1,332)	
Tax allocation bonds	(123,750)	
Special assessment bonds	(10,395)	
Other bonds payable	(2,855)	
Pension obligation bonds	(555,490)	
Retirement litigation settlement	(22,293)	
Capital lease obligations	(7,558)	
Compensated absences	(37,167)	
Net OPEB obligation	(268,858)	
Other noncurrent liabilities	(1,113)	
Environmental remediation	(248)	
Premiums, discounts and deferred amounts on refundings	(799)	(1,198,191)
Net assets of governmental activities (page 17)		$ 726,944

See accompanying notes to the basic financial statements.

COUNTY OF CONTRA COSTA

STATEMENT OF REVENUES, EXPENDITURES, AND CHANGES IN FUND BALANCES

GOVERNMENTAL FUNDS

FOR THE FISCAL YEAR ENDED JUNE 30, 2010

(In Thousands)

	General	CCC Fire Protection District Special Revenue	Land Development Special Revenue	Nonmajor	Total
Revenues:					
Taxes	$ 291,937	79,200		97,321	468,458
Licenses, permits and franchise fees	11,496	507	8,618	837	21,458
Fines, forfeitures and penalties	13,889		1	4,827	18,717
Use of money and property	2,673	26	228	27,878	30,805
Intergovernmental	544,262	4,145	3,138	153,747	705,292
Charges for services	215,363	4,701	18,365	39,281	277,710
Other revenue	79,246	174	8,756	33,832	122,008
Total revenues	1,158,866	88,753	39,106	357,723	1,644,448
Expenditures:					
Current:					
General government	134,325			3,106	137,431
Public protection	321,272	88,929	28,881	101,982	541,064
Health and sanitation	215,292			6,960	222,252
Public assistance	378,622		4,158	62,136	444,916
Education	218			25,231	25,449
Public ways and facilities	40,841		4,825	52,390	98,056
Recreation and culture				1,166	1,166
Debt service:					
Principal	52			52,300	52,352
Interest	1		12	56,034	56,047
Total expenditures	1,090,623	88,929	37,876	361,305	1,578,733
Excess (deficiency) of revenues over (under) expenditures	68,243	(176)	1,230	(3,582)	65,715
Other Financing Sources (Uses):					
Transfers in	23,922	195	519	60,765	85,401
Transfers out	(89,520)		(1,107)	(30,915)	(121,542)
Total other financing sources (uses)	(65,598)	195	(588)	29,850	(36,141)
Net change in fund balances	2,645	19	642	26,268	29,574
Fund Balances at Beginning of Year	130,724	28,656	24,599	355,744	539,723
Fund Balances at End of Year	$ 133,369	28,675	25,241	382,012	569,297

See accompanying notes to the basic financial statements.

COUNTY OF CONTRA COSTA

RECONCILIATION OF THE GOVERNMENTAL FUNDS STATEMENT OF REVENUES, EXPENDITURES, AND CHANGES IN FUND BALANCES TO THE STATEMENT OF ACTIVITIES

FOR THE FISCAL YEAR ENDED JUNE 30, 2010

(In Thousands)

Net change in fund balances - total governmental funds (page 22)			$ 29,574
Amounts reported for governmental activities in the statement of activities are different because:			
Revenues that were deferred in the governmental funds because they were unavailable are reported as current revenue.			4,587
Governmental funds report capital asset acquisitions as either capital outlay or other current program expenditures. However, in the statement of activities, the cost of those assets is allocated over their estimated useful lives and reported as depreciation expense.			
Expenditures for capital assets	$	59,545	
Capital assets transferred to business-type activities		(13)	
Capital assets transferred from business-type activities		9	
Less loss on sale/retirement of capital assets		(357)	
Capital assets adjustment		31	
Less current year depreciation		(40,032)	19,183
Long-term debt proceeds provide current financial resources to governmental funds, but issuing debt increases long-term liabilities in the statement of net assets. Repayment of bond principal is an expenditure in the governmental funds, but the repayment reduces long-term liabilities in the statement of net assets.			
Principal payments		52,352	
Capital lease payments		4,122	
Expenditures made on other noncurrent liabilities		556	
Expenditures made on environmental remediation		446	57,476
Some expenses reported in the statement of activities do not require the use of current financial resources and therefore are not reported as expenditures in governmental funds.			
Change in long-term compensated absences		1,490	
Amortization of pension asset		(70,755)	
Amortization of bond issuance cost		(564)	
Amortization of premiums, discounts and loss on refunding - Lease Revenue Bonds		256	
Amortization of premiums, discounts and loss on refunding - Tax Revenue Bonds		(100)	
Change in accrued interest payable		418	
Net OPEB obligation		(18,596)	(87,851)
Internal service funds are used by management to charge the costs of self insurance and fleet services to individual funds. The net revenue of certain activities of the internal service funds is reported with governmental activities, except for the medical liability insurance fund.			(6,533)
Change in net assets of governmental activities (page 19)			$ 16,436

See accompanying notes to the basic financial statements.

COUNTY OF CONTRA COSTA

STATEMENT OF NET ASSETS

PROPRIETARY FUNDS

JUNE 30, 2010

(In Thousands)

	Enterprise Funds				
	County Hospital	Housing Authority*	Nonmajor	Total	Internal Service
Assets:					
Current assets:					
Cash and investments	$ 14,410	5,355	5,965	25,730	163,929
Accounts receivable and accrued revenue (net)	63,179	693	30,745	94,617	2,480
Inventories	804		32	836	328
Due from other funds	27,388		33,804	61,192	1,038
Notes receivable		323		323	
Prepaid items and deposits	1,781	227	210	2,218	23
Deferred charges	1,881			1,881	
Total current assets	109,443	6,598	70,756	186,797	167,798
Noncurrent assets:					
Restricted cash and investments	8,381	4,398		12,779	
Notes receivable		1,241		1,241	
Other noncurrent assets		514		514	
Capital assets:					
Nondepreciable	1,886	4,066	11,999	17,951	426
Depreciable, net	127,926	43,961	6,957	178,844	4,649
Total noncurrent assets	138,193	54,180	18,956	211,329	5,075
Total assets	247,636	60,778	89,712	398,126	172,873
Liabilities and Net Assets					
Liabilities:					
Current liabilities:					
Accounts payable and accrued liabilities	26,891	2,815	25,693	55,399	209
Accrued interest payable	513	112	6	631	
Due to other funds	34,141		35,600	69,741	1,599
Deferred revenue	32,487	1,708	1,142	35,337	
Current portion of long-term liabilities	6,991	682	237	7,910	27,340
Total current liabilities	101,023	5,317	62,678	169,018	29,148
Noncurrent liabilities:					
Capital lease obligations	136		494	630	
Compensated absences	9,411	87	518	10,016	74
Claims payable					105,047
Bonds and notes payable, net	117,762	15,948		133,710	
Landfill post closure	649			649	
Other noncurrent liabilities		5,646		5,646	
Total noncurrent liabilities	127,958	21,681	1,012	150,651	105,121
Total liabilities	228,981	26,998	63,690	319,669	134,269
Net Assets:					
Invested in capital assets, net of related debt	5,302	30,352	18,282	53,936	5,076
Restricted for debt service	10,535			10,535	
Restricted for tenant deposits		3,462		3,462	
Restricted			180	180	
Unrestricted	2,818	(34)	7,560	10,344	33,528
Total net assets	$ 18,655	33,780	26,022	78,457	38,604
Adjustment to reflect the consolidation of Medical Liability ISF activities related to enterprise funds.				(728)	
Net assets of business-type activities (page 17)				$ 77,729	

* Housing Authority Fund reported as of March 31, 2010.

See accompanying notes to the basic financial statements.

COUNTY OF CONTRA COSTA

STATEMENT OF REVENUES, EXPENSES, AND CHANGES IN NET ASSETS

PROPRIETARY FUNDS

FOR THE YEAR ENDED JUNE 30, 2010

(In Thousands)

	Enterprise Funds				
	County Hospital	Housing Authority*	Nonmajor	Total	Internal Service
Operating Revenues:					
Use of money and property	$		3,450	3,450	
Charges for services	327,559	5,269	178,199	511,027	58,274
Other revenue		374	375	749	
Total operating revenues	327,559	5,643	182,024	515,226	58,274
Operating Expenses:					
Salaries and employee benefits	247,416	9,543	13,893	270,852	1,219
Services and supplies	113,443		191,297	304,740	18,746
Benefit and claim expense					48,080
Other charges	307	87,188	5,539	93,034	1,118
Expense transfers			233	233	
Depreciation	8,541	3,365	1,703	13,609	1,409
Total operating expenses	369,707	100,096	212,665	682,468	70,572
Operating income (loss)	(42,148)	(94,453)	(30,641)	(167,242)	(12,298)
Nonoperating Revenues (Expenses):					
State and federal grants	18,662	81,684	27,554	127,900	80
Investment income					2,811
Interest income		279		279	
Interest expense	(8,033)	(918)	(182)	(9,133)	
Other charges	(9)	(33)		(42)	(59)
Total nonoperating revenue (expenses)	10,620	81,012	27,372	119,004	2,832
Income (loss) before capital contributions and transfers	(31,528)	(13,441)	(3,269)	(48,238)	(9,466)
Capital contributions	5,302	989		6,291	
Transfers in	41,794		5,724	47,518	368
Transfers out	(11,006)		(679)	(11,685)	(60)
Change in net assets	4,562	(12,452)	1,776	(6,114)	(9,158)
Total Net Assets at Beginning of Year	14,093	46,232	24,246	84,571	47,762
Total Net Assets at End of Year	$ 18,655	33,780	26,022	78,457	38,604

Reconciliation of enterprise funds change in net assets to statement of activities:	
Change in net assets of enterprise funds.	$ (6,114)
Adjustment to reflect the consolidation of Medical Liability ISF activities related to enterprise funds.	(2,566)
Capital assets reassigned from governmental activites to enterprise funds are reported as capital contributions from governmental activities. In the statement of activites, the reassignment of the capital asset between governmental and business-type activities would be reported as a transfer.	
Decrease in capital contribution	(13)
Transfer in	13
Capital assets reassigned from enterprise funds to governmental activites are reported as other charges (nonoperating expense) by enterprise funds. In the statement of activites, the reassignment of the capital asset between governmental and business-type activities would be reported as a transfer.	
Increase in other charges (nonoperating expense)	9
Transfer out	(9)
Change in net assets of business-type activities (page 19)	$ (8,680)

* Housing Authority Fund reported as of March 31, 2010.

See accompanying notes to the basic financial statements.

COUNTY OF CONTRA COSTA
STATEMENT OF CASH FLOWS
PROPRIETARY FUNDS
FOR THE FISCAL YEAR ENDED JUNE 30, 2010
(In Thousands)

	Enterprise Funds				
	County Hospital	Housing Authority*	Nonmajor	Total	Internal Service
Cash Flows from Operating Activities:					
Cash received from customers/other funds	$ 304,826	5,361	178,485	488,672	80,215
Cash payment to suppliers for goods and services	(111,497)	(84,954)	(192,547)	(388,998)	(54,458)
Cash payment to employees for services	(248,894)	(9,543)	(13,891)	(272,328)	(1,220)
Net Cash Provided by (Used for) Operating Activities	(55,565)	(89,136)	(27,953)	(172,654)	24,537
Cash Flows from Noncapital Financing Activities:					
State and federal grants	18,662	83,635	27,486	129,783	80
Interest received		3		3	
Issuance of debt		(59)		(59)	
Debt payments		26		26	
Transfers in	41,794		5,724	47,518	40
Transfers out	(11,006)		(679)	(11,685)	(60)
Net Cash Provided by Noncapital Financing Activities	49,450	83,605	32,531	165,586	60
Cash Flows from Capital and Related Financing Activities:					
Capital contributions	5,289	734		6,023	
Acquisition and construction of capital assets	(6,624)	(1,337)	(144)	(8,105)	(2,388)
Interest paid	(8,033)	(839)	(108)	(8,980)	
Lease purchase obligation principal payment	(124)		(20)	(144)	
Principal paid on debt	(6,348)	(324)		(6,672)	
Accrued interest payable	(27)			(27)	
Debt premium - cost of issuance/deferred charges	1,027			1,027	
Net Cash Used for Capital and Related Financing Activities	(14,840)	(1,766)	(272)	(16,878)	(2,388)
Cash Flows from Investing Activities:					
Interest received on investments		281		281	2,810
Net Cash Used for Investing Activities		281		281	2,810
Net Increase (Decrease) in Cash and Cash Equivalents	(20,955)	(7,016)	4,306	(23,665)	25,019
Cash and Cash Equivalents at Beginning of Year	43,746	16,769	1,659	62,174	138,910
Cash and Cash Equivalents at End of Year	$ 22,791	9,753	5,965	38,509	163,929

(continued)

COUNTY OF CONTRA COSTA

STATEMENT OF CASH FLOWS

PROPRIETARY FUNDS

FOR THE FISCAL YEAR ENDED JUNE 30, 2010

(In Thousands)

	Enterprise Funds				
	County Hospital	Housing Authority*	Nonmajor	Total	Internal Service
Reconciliation of Operating Income (Loss) to Net Cash Used for Operating Activities:					
Operating income (loss)	$ (42,148)	(94,453)	(30,641)	(167,242)	(12,298)
Adjustments to Reconcile Operating Loss to Net Cash Provided by (Used for) Operating Activities:					
Depreciation and amortization	8,541	3,365	1,703	13,609	1,409
Changes in operating assets and liabilities:					
Decrease (increase) in:					
Accounts receivable and accrued revenue, net	(19,343)	58	1,735	(17,550)	21,820
Inventories	(33)		(17)	(50)	
Due from other funds	(9,430)		(5,842)	(15,272)	138
Prepaid items and deposits	(425)	(75)	(86)	(586)	
Increase (decrease) in:					
Accounts payable and accrued liabilities	1,772	1,310	(3,176)	(94)	9,151
Claims payable					5,229
Due to other funds	(865)	14	7,788	6,937	(907)
Deferred revenue	6,040	10	569	6,619	
Tenants deposit		1		1	
Compensated absences	326	14	14	354	(5)
FSS escrows		(106)		(106)	
Accrued salaries		29		29	
Post retirement benefits		697		697	
Net Cash Provided by (Used for) Operating Activities	$ (55,565)	(89,136)	(27,953)	(172,654)	24,537
Noncash investing, capital, and financing activities:					
Change in accrued interest	$ 27			27	
Debt amortization	624			624	
Contribution of capital assets from government	13			13	
Transfer of capital asset	(9)			(9)	(59)

(concluded)

* Housing Authority Fund reported as of March 31, 2010.

See accompanying notes to the basic financial statements.

COUNTY OF CONTRA COSTA

STATEMENT OF FIDUCIARY NET ASSETS

FIDUCIARY FUNDS

JUNE 30, 2010

(In Thousands)

	Pension* and Other Employee Benefit Trust Funds	Investment Trust	Private-Purpose Trust	Agency
Assets:				
Cash and investments	$ 243,350	1,257,212	16,971	$ 156,317
Cash collateral - securities lending	461,577			
Investments pension trust				
Stocks	2,169,486			
Bonds	1,412,261			
Real estate	492,044			
Alternative investments	249,373			
Receivables	230,497	564	231	103,904
Due from other governments				552,230
Due from other agencies	7,102			
Taxes receivable				214,707
Prepaid items and deposits	690			
Capital assets, net	1,376			
Total assets	5,267,756	1,257,776	17,202	$ 1,027,158
Liabilities:				
Warrants outstanding		59,222		$ 22,301
Accounts payable and accrued liabilities	284,489	3,291	114	115,126
Employee benefits payable	3,869			
Due to other governments				655,447
Security lending	461,576			
Unapportioned taxes				97,442
Tax loss guarantees				84,269
Due to other agencies and districts				52,573
Total liabilities	749,934	62,513	114	$ 1,027,158
Net Assets:				
Held in trust for:				
Employees' pension benefits/ other postemployment benefits	4,517,822			
Participation in individually directed investment accounts		1,195,263	17,088	
Total net assets	$ 4,517,822	1,195,263	17,088	

* Pension Trust Fund reported as of December 31, 2009.

See accompanying notes to the basic financial statements.

COUNTY OF CONTRA COSTA

STATEMENT OF CHANGES IN FIDUCIARY NET ASSETS

FIDUCIARY FUNDS

FOR THE FISCAL YEAR ENDED JUNE 30, 2010

(In Thousands)

	Pension* and Other Employee Benefit Trust Funds	Investment Trust	Private-Purpose Trust
Additions:			
Employer contributions	$ 255,995		
Plan member contributions	73,020		
Contributions to investment accounts		3,531,151	
Other revenue			22,505
Net investment income (loss)	778,108	1,372	23
Investment expense	(26,717)		
Total additions	1,080,406	3,532,523	22,528
Deductions:			
Benefits paid	312,772		
Refunds of contributions	4,628		
Distribution from investment accounts		3,526,719	
Administrative and other expenses	7,359		1,138
Prepayment discount	6,981		
Other	581		16,877
Total deductions	332,321	3,526,719	18,015
Change in net assets	748,085	5,804	4,513
Net Assets Held In Trust at Beginning of Year	3,769,737	1,189,459	12,575
Net Assets Held In Trust at End of Year	$ 4,517,822	1,195,263	17,088

*Pension Trust Fund reported as of December 31, 2009.

See accompanying notes to the basic financial statements.

THE SEAL OF
CONTRA COSTA COUNTY CALIFORNIA

1. SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES

The accounting policies of the County of Contra Costa conform to accounting principles generally accepted in the United States of America (GAAP) as applicable to governmental entities. The following is a summary of the more significant policies:

A. Definition of Reporting Entity

The county is a political subdivision created by the state of California. As such, it can exercise powers specified by the constitution and statutes of the state. The county is governed by a five member elected Board of Supervisors (the Board). The Board is responsible for the legislative and executive control of the county. The county provides various services on a countywide basis including law and justice, education, detention, social, health, hospital, fire protection, road construction, road maintenance, transportation, park and recreation facilities, elections and records, communications, planning, zoning, and tax collection.

The governmental reporting entity consists of the county (primary government) and its component units. Component units are legally separate organizations for which the Board is financially accountable or other organizations whose nature and relationship with the county are such that exclusion would cause the county's financial statements to be misleading or incomplete. Financial accountability is defined as the appointment of a voting majority of the component unit's board, and either (i) the county's ability to impose its will on the organization or (ii) there is potential for the organization to provide a financial benefit to or impose a financial burden on the county.

The basic financial statements include both blended and discretely presented component units. The blended component units, although legally separate entities are, in substance, part of the county's operations and so data from these units are combined with data of the primary government. The discretely presented component unit, on the other hand, is reported in a separate column in the government-wide financial statements since it does not have a shared governing body nor is it of exclusive or almost exclusive benefit to the primary government.

For financial reporting purposes, the county's basic financial statements include all financial activities that are controlled by or are dependent upon actions taken by the county's Board.

Blended Component Units

Housing Authority of the County of Contra Costa

The Housing Authority of the County of Contra Costa (Housing Authority) was established to provide housing for the county's low and moderate income residents. Its board members are the same as the county Board of Supervisors. The financial activities of the Housing Authority are reported as an enterprise fund. The fiscal year of the Housing Authority ends on March 31st and its financial activities are reported as of that date. The Housing Authority has two discretely presented component units that have been blended with the Housing Authority in this report. The discretely presented component units have fiscal year ends of December 31. Their financial statements have been adjusted to March 31 for inclusion in the Housing Authority statements.

Contra Costa County Redevelopment Agency

The Contra Costa County Redevelopment Agency (RDA) was established for the purpose of redeveloping certain areas of the county designated as project areas. Its board members are the same as the county Board of Supervisors. The financial activities of the RDA are included in the special revenue, debt service, and capital projects funds and are reported as nonmajor governmental funds.

County of Contra Costa Public Facilities Corporation

The County of Contra Costa Public Facilities Corporation (PFC) was established to provide financing for the acquisition, construction, improvement and remodeling of public buildings and facilities for the county. The county appoints a voting majority of the governing board and is able to impose its will on the PFC.

County of Contra Costa Public Financing Authority

The County of Contra Costa Public Financing Authority (PFA) is a joint powers authority consisting of the county and the RDA. The PFA was established to provide for the financing of public improvements, obligations, working capital and liability or other insurance programs of the county and the RDA. The members of the county Board of Supervisors also serve as the Directors of the PFA. The activities of the PFA are included in a debt service fund, which is reported as part of the nonmajor governmental funds, and in the County Hospital Enterprise Fund.

Contra Costa County Employees' Retirement Association

The Contra Costa County Employees' Retirement Association (CCCERA) was established to provide retirement benefits to employees of the county and other member agencies. The CCCERA provides a majority of its services for the benefit of the county and, therefore, is reported as a pension trust fund in the basic financial statements. The fiscal year of the CCCERA ends on December 31st and its financial activities are reported as of that date.

In-Home Supportive Services Public Authority

The Contra Costa County Board of Supervisors, pursuant to Welfare and Institutions Code Section 12301.6, established the In-Home Supportive Services Public Authority (IHSS). IHSS provides screening, training and referral of in-home supportive service providers and assists eligible individuals, who are unable to care for themselves at home, in finding qualified persons to assist them. Its board members are the same as the county Board of Supervisors. The activities of the IHSS are included in a special revenue fund which is reported as part of the nonmajor governmental funds.

Special Districts and Service Areas

The county has 37 agencies referred to as county special districts and service areas. Each is established by the county for the purpose of providing specific services in a defined geographic area. Their board members are the same as the county Board of Supervisors. The 37 agencies and the special revenue fund in which each is included are: Contra Costa County Fire Protection District; Other Fire Protection – Crockett-Carquinez Fire Protection District and East Contra Costa County Fire Protection District; Flood Control - Flood Control District, Storm Drainage District, Storm Drain District Nos. Z-16 and Z-19; Health

and Sanitation - Sanitation District No. 6; Service Areas - Service Areas D-2, EM-1, L-100, LIB-2, LIB-10, LIB-12, LIB-13, M-1, M-16, M-17, M-20, M-23, M-28, M-29, M-30, M-31 R-4, R-7A, R-9, R-10, RD-4 and Discovery Bay West Parking District; Law Enforcement - Service Areas P-1, P-2A, P-2B, P-5 and P-6, Public Transit-Service Area T1; Other Special Revenue - Contra Costa County Water Agency. These special revenue funds are reported as nonmajor governmental funds, with the exception of the Contra Costa County Fire Protection District, which is reported as a major governmental fund.

Discretely Presented Component Unit

First 5 Contra Costa Children and Families Commission

The First 5 Contra Costa Children and Families Commission was established to implement the provisions of Proposition 10, adopted by the voters in 1998. Proposition 10 added Division 108 (commencing with Section 130100) to the California Health and Safety Code. It provides for a state tax on the sale of tobacco products and also provides that this revenue be spent for early childhood development programs by the Commission. The county Board of Supervisors originally appointed all nine members (and nine alternate members) of the Commission. One member of the Board of Supervisors serves on the Commission. However, the Commission hires its own employees, including an Executive Director and functions independent of the county. The Commission provides most of its services directly to the citizens of the county. The financial activity of the Commission is reported in separate columns on the government-wide financial statements.

Complete audited financial statements are issued separately for each of the individual component units listed below and may be obtained at the unit's administrative offices as follows:

Housing Authority of the County of Contra Costa
3133 Estudillo Street, Martinez, CA 94553

County of Contra Costa Public Facilities Corporation
1220 Morello Ave., Suite 100, Martinez, CA 94553

County of Contra Costa Public Financing Authority
651 Pine Street, 6th Floor, Martinez, CA 94553

Contra Costa County Redevelopment Agency
2530 Arnold Drive, Suite 190, Martinez, CA 94553

Contra Costa County Employees' Retirement Association
1355 Willow Way, Suite 221, Concord, CA 94520

First 5 Contra Costa Children and Families Commission
1485 Enea Court, Suite 1200, Concord CA 94520

B. New Accounting Pronouncements Implemented During the Year

The county adopted new accounting standards in order to conform to the following Governmental Accounting Standards Board Statements:

GASB Statement No. 51, *Accounting and Financial Reporting for Intangible Assets,* establishes accounting and financial reporting requirements for intangible assets to improve financial reporting by reducing inconsistencies by enhancing the comparability of the accounting and financial reporting of such assets among state and local governments. Many different types of assets may be considered intangible assets, including easements, water rights, timber rights, patents, trademarks, and computer software. See Note 2 for restatement of Net Assets to include the beginning balance of intangible assets as of July 1, 2009.

GASB Statement No. 53, *Accounting and Financial Reporting for Derivative Instruments,* establishes accounting and financial reporting requirements for derivative instruments entered into by state and local governments. See Note 4 for impact to financial statements.

GASB Statement No. 58, *Accounting and Financial Reporting for Chapter 9 Bankruptcies,* establishes accounting and financial reporting guidance for governments that have petitioned for protection from creditors by filing for bankruptcy under Chapter 9 of the United States Bankruptcy Code.

C. Basis of Presentation

Government-wide Financial Statements

GASB Statement No. 34, *Basic Financial Statements – and Management's Discussion and Analysis – for State and Local Governments*, mandates the presentation of two basic government-wide financial statements, the *Statement of Net Assets* and the *Statement of Activities*. The statement of net assets and statement of activities display information about the primary government (the county) and its component units. The statement of net assets and statement of activities include the financial activities of the overall government, except for fiduciary activities. Eliminations have been made to minimize the double counting of internal activities. The statement of net assets and statement of activities also distinguish between the *governmental* and *business-type activities* of the county and between the county and its discretely presented component unit. Governmental activities, which normally are supported by taxes and intergovernmental revenues, are reported separately from business-type activities, which rely, to a significant extent, on fees charged to external parties.

For presentation in the statement of net assets and statement of activities, all of the internal service fund account balances are allocated to governmental activities except for the medical liability insurance fund which is allocated to business-type activities.

The statement of net assets reports the county's financial and capital resources, including infrastructure, as well as the county's long-term obligations. The difference between the county's assets and liabilities is its net assets. Net assets represent the resources that the county has available for uses in providing services after its debts are settled.

The statement of activities presents a comparison between direct and allocated indirect expenses and program revenues for each function of the governmental activities and each segment of the business-type activities. Direct expenses are those that are specifically associated with a program or function and, therefore, are clearly identifiable to a particular function. Program revenues include 1) charges paid by the recipients of goods or services offered by the programs, including fines and forfeitures, and 2) grants and contributions that are restricted to meeting the operational or capital requirements of a particular

program. Revenues that are not classified as program revenues, including all taxes, are presented as general revenues.

When an expense is incurred for purposes for which both restricted and unrestricted net assets are available, management has discretion as to which resources to apply. Generally, restricted resources are depleted before unrestricted. However, when prudent, unrestricted resources may be used first.

Fund Financial Statements

The fund financial statements provide information about the county's funds, including fiduciary funds and blended component units. Separate statements for each fund category – governmental, proprietary, and fiduciary – are presented. The emphasis of fund financial statements is on major governmental and enterprise funds, each displayed in a separate column. All remaining governmental and enterprise funds are separately aggregated and reported as nonmajor funds.

The county reports the following as major governmental funds:

- The *General Fund* is used to account for all revenues and expenditures necessary to carry out basic governmental activities of the county that are not accounted for through other funds. In addition to general administration, the General Fund includes such activities as public protection, health and sanitation, public assistance, education, and public ways and facilities.

- The *Contra Costa County Fire Protection District (CCCFPD) Special Revenue Fund* accounts for the financial aspect of the fire and emergency medical service activities provided by CCCFPD to nine cities and certain unincorporated areas in the county. As requested by interested parties, the CCCFPD's financial activities have been separated from those of the county's other fire protection districts and are reported as a major fund.

- The *Land Development Special Revenue Fund* reports the growth management related activities of the Public Works Department and the Department of Conservation and Development.

The county reports the following as major enterprise funds:

- The *County Hospital (the Hospital)* accounts for hospital operations involved in providing health services to county residents. Revenues are principally fees for patient services, payments from federal and state programs such as Medicare, Medi-Cal and Short-Doyle, realignment revenues, and subsidies from the General Fund.

- The *Housing Authority* accounts for the financial resources designated for housing and housing assistance to low and moderate income residents of Contra Costa County.

The county reports the following additional funds:

- *Internal Service Funds* account for the county's fleet services and self-insurance programs – employee dental insurance, long-term disability insurance, workers' compensation insurance, automotive liability insurance, general liability insurance, state unemployment insurance, medical liability insurance, and special district property insurance, on a cost-reimbursement basis.

- The *Pension Trust Fund* accumulates contributions from the county, its employees and other participating employers, and earnings from the fund's investments. Disbursements are made from the fund for retirement, disability and death benefits (based on a defined benefit formula), and administrative expenses. This fund includes all assets of the CCCERA.

- *OPEB Irrevocable Trust* accounts for assets held in trust to pay post retirement health benefits. The trust, which consists of assets contributed by the county (and other participating employers), will be administered by the financial officials typically responsible for safeguarding the county's assets. The Trustee shall separately account for all contributions, distributions, payments, expenses, gains and losses attributable to the county and each other employer that participates in the trust.

- The *Investment Trust Fund* accounts for the assets of legally separate entities who make directed investments through the County Treasurer. These entities include school and community college districts, other special districts governed by local boards, regional boards and authorities and pass through funds for tax collections for cities. This fund represents the assets, primarily cash and investments, and the related obligation of the county to disburse these monies on demand.

- The *Private-Purpose Trust Fund* accounts for assets held in trust for the benefit of individuals, private organizations, and other governments.

- *Agency Funds* account for assets pending transfer or distribution to individuals, private organizations or other governmental entities held by the county in an agency capacity. Included in these funds are the Unapportioned Taxes Fund and the Tax Losses Reserve Fund, which provide controls necessary for the county to manage property taxes under the Teeter Plan (see section M of this note).

D. Basis of Accounting

The government-wide, proprietary fund and fiduciary, excluding agency, fund financial statements are reported using the economic resources measurement focus and the accrual basis of accounting. Agency funds do not have a measurement focus. Revenues are recorded when earned and expenses are recorded at the time liabilities are incurred, regardless of when the related cash flows take place. Nonexchange transactions, in which the county is giving (or receiving) value without directly receiving (or giving) equal value in exchange, include property and sales taxes, grants, entitlements and donations. On an accrual basis, revenue from property taxes is recognized in the fiscal year for which the taxes are levied. Revenues from sales tax are recognized when the underlying transactions take place. Revenues from grants, entitlements, and donations are recognized in the fiscal year in which all eligibility requirements have been satisfied.

Agency funds are unlike all other types of funds, reporting only assets and liabilities. So agency funds cannot be said to have a measurement of focus. Since they do not report equity, they cannot present an operating statement reporting changes in equity. They do, however, use the accrual basis of accounting to recognize receivables and payables.

For its business-type activities and enterprise funds, the county has elected under GASB Statement No. 20, *Accounting and Financial Reporting for Proprietary Funds and Other Governmental Entities That Use Proprietary Fund Accounting*, to apply all applicable GASB pronouncements as well as any applicable pronouncements of the Financial Accounting Standards Board, the Accounting Principles Board or any Accounting Research Bulletins issued on or before November 30, 1989, unless those pronouncements conflict with or contradict GASB pronouncements. The GASB periodically updates its codification of the existing Governmental Accounting and Financial Reporting Standards which, along with subsequent GASB pronouncements (Statements and Interpretations), constitutes accounting principles generally accepted in the United States of America for governmental units. The county has elected not to follow subsequent private-sector guidance of the Financial Accounting Standards Board after November 30, 1989.

Proprietary fund operating revenues, such as charges for services, result from exchange transactions associated with the principal activity of the fund. Exchange transactions are those in which each party receives and gives up essentially equal values. Nonoperating revenues, such as subsidies and investment earnings, result from nonexchange transactions or ancillary activities. Operating expenses for proprietary funds include the cost of sales and services, administrative expenses, and depreciation on capital assets. Expenses not meeting this definition are reported as nonoperating expenses.

Governmental funds are reported using the current financial resources measurement focus and the modified accrual basis of accounting. Under this method, revenues are recognized when measurable and available. Property and sales taxes are accrued when their receipt occurs within sixty days after the end of the accounting period. All other revenues are accrued if they are both measurable and available within sixty days, except for certain reimbursements related to health care from the state of California and certain state and federal grants which are accrued when their receipt is expected within one year after the end of the accounting period. Expenditures are generally recorded when a liability is incurred, as under accrual accounting. Debt service expenditures, as well as expenditures related to compensated absences and claims and judgments, are generally recorded when payment is due. However, where resources have been provided during the current year for payment of interest due early in the following year, the expenditure and related liability are accrued. General capital assets acquisitions are reported as expenditures in governmental funds. Proceeds of general long-term debt and capital leases are reported as other financing sources.

E. Cash and Cash Equivalents

For purposes of the accompanying statement of cash flows, the enterprise and internal service funds consider all highly liquid investments with a maturity of three months or less when purchased, their equity in the County Treasurer's internal pool, and cash restricted for repayment of debt or as reserves to be cash equivalents. The County Treasurer's internal pool includes certain investments with longer maturities, however each fund's equity in the pooled funds are considered readily available for immediate use and therefore included with cash equivalents.

F. Investments

Investment transactions are recorded on the trade date. Investments in non-participating, interest-earning investment contracts (certificates of deposit and guaranteed investment contracts) are stated at cost. Other investments are stated at fair value. Fair value is defined as the amount that the county

could reasonably expect to receive for an investment in a current sale between a willing buyer and seller and is generally measured by quoted market prices.

Under GASB Statement No. 25, *Financial Reporting for Defined Benefit Pension Plans and Note Disclosures for Defined Contribution Plans*, the Pension Trust Fund reports its investments at fair value. Both realized and unrealized gains and losses on investments are included in its statement of changes in net assets. The fair values of equity and fixed income securities are derived from quoted market prices. The fair values of private market investments are estimated from fair values provided by real estate investment funds, generally using periodic independent appraisals, and alternative investment managers. All investment purchases and sales are recorded on the trade date.

The public school, cemetery, pest control, recreation and park and resource conservation districts within the county are required by legal provisions to maintain their cash and investments with the County Treasurer. The County Treasurer maintains individual directed investment accounts for those districts, and the cash and investments held are included in the Investment Trust Fund.

G. Inventories and Prepaid Items

Inventories are valued at cost, which approximates market. Governmental fund inventories are maintained using the weighted average method. Proprietary fund inventories are maintained using the first-in, first-out method. The costs of governmental fund inventories and proprietary fund inventories are recorded as expenditures/expenses at the time individual items are consumed rather than when purchased. Reported inventories of governmental funds are equally offset by a fund balance reservation to indicate that a portion of the fund balance is not available for future appropriation.

Certain payments to vendors reflect costs applicable to future accounting periods and are recorded as prepaid items in both government-wide and fund financial statements.

H. Notes Receivable

Generally loans are either deferred or collected on a residual receipts basis with all remaining principal and interest due on the earlier of the due date of the note or sale or transfer of property. Any repayment of principal or interest is treated as program revenue, the use of which is restricted by federal regulations. As such, notes receivable are recorded with an offset to deferred revenue in the fund financial statements because the amounts are unavailable. The notes receivable balances in the General Fund consist of loans made with funds provided to the county under the U.S. Department of Housing and Urban Development programs. The loans are made to carry out activities for affordable housing and economic development.

I. Prepaid Pension Asset

A prepaid pension asset is created when an employer pays into a retirement plan amounts in excess of its annual required contribution (ARC). The ARC is an actuarially calculated amount that is sufficient to fund future costs and extinguish any existing unfunded actuarial accrued liability (UAAL).

On March 1, 1994, the county made a payment of $333,724,000 to CCCERA from the proceeds of the issuance of pension obligation bonds to reduce the county's UAAL as calculated at that time. On May 1, 2003, the county made another payment of $319,095,000 to CCCERA from the proceeds of an additional

issuance of pension obligation bonds to reduce the county's UAAL as recalculated, due primarily to the effect of the enhanced pension granted in 2002.

In 2005, the Contra Costa County Fire Protection District (CCCFPD) issued Series 2005 Pension Obligation Bonds in the principal amount of $129,900,000 to fund CCCFPD's UAAL obligation as of December 31, 2004, to the Contra Costa County Employees' Retirement Association and to prepay CCCFPD's portion of the outstanding Paulson Settlement.

J. Restricted Assets

The county's restricted assets represent cash and investments of the General Fund, County Hospital Enterprise Fund, Permanent Fund, and certain nonmajor governmental funds restricted for debt repayments in accordance with restrictions and limitations of the various bond indentures and capital lease funds not yet spent on capital assets. The Housing Authority Enterprise Fund's restricted assets represent cash and investments that consist of tenant deposits held in escrow and capital lease funds not yet spent on capital assets. All of the noted cash and investments are included in Note 4.

K. Capital Assets

Capital assets (including infrastructure and intangibles) are recorded at historical cost or at estimated historical cost if actual historical cost is not available. Contributed fixed assets are valued at their estimated fair market value on the date contributed. Capital assets include public domain (infrastructure) consisting of certain improvements including roads, bridges, water/sewer, lighting systems, drainage systems, and flood control. The capitalization threshold for infrastructure is $25,000. The capitalization threshold for buildings is $100,000. The capitalization threshold for equipment and vehicles is $5,000. Many different types of assets may be considered intangible assets, including easements, water rights, timber rights, patents, trademarks, and computer software. The capitalization threshold for intangible assets acquired after June 30, 2009, excluding internally developed intangibles, is $100,000. The capitalization threshold for internally developed intangible assets acquired after June 30, 2009, and for all retroactively reported intangible assets, is $1,000,000. Capital assets used in operations are depreciated or amortized (assets under capital leases) using the straight-line method over the lesser of the capital lease period or their estimated useful lives in the activities within the government-wide financial statements, proprietary funds, and the Pension Trust Fund.

The estimated useful lives are as follows:

Infrastructure	25-50 years
Buildings	25-40 years
Improvements	10-20 years
Equipment and vehicles	3-20 years
Intangible assets	3-50 years

Maintenance and repairs are charged to operations when incurred. Betterments and major improvements, which significantly increase values, change capacities or extend useful lives, are capitalized. Upon sale or retirement of fixed assets, the cost and related accumulated depreciation are removed from the respective accounts and any resulting gain or loss is included in the results of operations.

Interest is capitalized on construction in progress in the proprietary funds in accordance with Statement of Financial Accounting Standards No. 62, *Capitalization of Interest Cost in Situations Involving Certain Tax Exempt Borrowings and Certain Gifts and Grants*. Accordingly, interest capitalized is the total interest cost from the date of the borrowing, net of any allowable interest carried on temporary investments of the proceeds of those borrowings, until the specified asset is ready for its intended use.

L. Bond Discounts, Issuance Costs, and Deferred Amounts on Refundings

In governmental fund financial statements, bond discounts, issuance costs, and deferred amounts on refundings are recognized in the period incurred. In the government-wide and proprietary fund financial statements, these charges are deferred and amortized over the term of the issuance using the straight-line method, which approximates the effective interest method.

M. Property Tax Levy, Collection, and Maximum Rates

The county is responsible for assessing, collecting, and apportioning property taxes. Taxes are levied for each fiscal year on taxable real and personal property situated in the county. The levy is based on the assessed values as of the preceding January 1st, which is also the lien date. State code requires tax rates to be set no later than the first workday in September unless the Board of Supervisors elects to extend the deadline to October 3rd. Property taxes on the secured roll are due in two installments: November 1st and February 1st and become delinquent after December 10th and April 10th, respectively. Supplemental property taxes are levied based on changes in assessed values between the date of real property sales or construction completion and the preceding assessment date. The additional supplemental property taxes are prorated from the first day of the month following the date of such occurrence. Property taxes on the unsecured roll are due on the lien date (January 1st), and become delinquent if unpaid by August 31st.

Supplementary taxes that have been collected but unapportioned at year-end and unsecured taxes collected in advance are reported as unapportioned taxes in the Unapportioned Taxes Agency Fund. Secured property taxes are recorded as revenue in the fiscal year of the levy. The county apportions secured property tax revenue in accordance with the alternate method of distribution prescribed by the California Revenue and Taxation Code Section 4701 et al (The Teeter Plan). This alternate method provides for crediting each applicable fund with its total secured taxes upon completion of the secured tax roll, approximately October 1st of each year.

Under the alternate apportionment method, specified amounts of penalties and interest collected on delinquent secured taxes are held in the Tax Losses Reserve Agency Fund (TLRF). This reserve is used to offset the impact of accumulated delinquency remaining at year-end. The county's management believes that any ownership rights to the TLRF the county may have are effective only upon transfer or to the extent of losses related to the sale of tax defaulted property. The county has the authority to transfer any amounts in the fund that exceed a legally defined threshold, which was $13,855,000 at June 30, 2010. The year-end balance in the TLRF was $84,269,000. Amounts in the TLRF are considered to be held in a custodial capacity for the participants in the county's Teeter Plan.

N. Interfund Transactions

Interfund transactions are reflected as either loan, services provided, reimbursements or transfers. Loans are reported as receivables and payables (as appropriate), are subject to elimination upon consolidation, and are referred to as either "due to/from other funds" (i.e., the current portion of interfund loans) or "advances to/from other funds" (i.e., the noncurrent portion of interfund loans). Any residual balances outstanding between the governmental activities and the business-type activities are reported in the government-wide financial statements as "internal balances." Advances between funds, as reported in the fund financial statements, are offset by a fund balance reserve account in applicable governmental funds to indicate that they are not available for appropriation and are not available financial resources.

Services provided, deemed to be at market or near market rates, are treated as revenues and expenditures/expenses. Reimbursements are when one fund incurs a cost, charges the appropriate benefiting fund, and reduces its related cost as a reimbursement. All other interfund transactions are treated as transfers. Transfers between governmental or proprietary funds are netted as part of the reconciliation to the government-wide presentation.

O. Compensated Absences and Sick Leave

Under terms of union contracts and various Board resolutions, county employees are granted vacation and sick leave in varying amounts. In the event of termination, an employee is reimbursed for accumulated vacation hours. Employees are not reimbursed for accumulated sick leave except management employees who are eligible for a payoff of unused sick leave accruals at resignation. Management employees must have a balance of at least 70.0% of their sick leave accruals and have been employed three years or more to be eligible for this benefit. The maximum amount payable under this Sick Leave Incentive Plan is 50.0% of accrued sick leave; however, the amount of sick leave payable is considered de minimis. Accordingly, no accrual for sick leave has been made in the accompanying basic financial statements.

Compensated absences as of June 30, 2010, were valued at $49,058,000, which includes $30,630,000 attributable to the General Fund, $6,537,000, attributable to the Special Revenue Funds, $11,455,000 recorded in Enterprise Funds, $82,000 recorded in Internal Service Funds, $112,000 recorded in the Component Unit, and $242,000 recorded in the Pension Trust Fund. Amounts attributable to the General Fund, Special Revenue Funds, and Component Unit are expected to be claimed in future periods and paid with future resources from those funds. Accordingly, this liability is reflected in the government-wide statement of net assets. In the proprietary funds and the Pension Trust Fund, compensated absences are recorded as an expense and liability as the benefits accrue to employees. In compliance with GASB Statement No. 16, *Accounting for Compensated Absences*, the amounts reported include estimated employer liability for taxes and workers' compensation premiums.

P. Estimates

The preparation of basic financial statements in conformity with accounting principles generally accepted in the United States of America requires management to make estimates and assumptions that affect certain reported amounts and disclosures. Accordingly, actual results could differ from those estimates.

2. FUND EQUITY

A. Restatement of Fund Equity/Net Assets

Government-wide Financial Statements – Restatement of Net Assets

On July 1, 2009, the county made a restatement to governmental activities capital assets and depreciation due to the implementation of GASB 51. Adjustments for intangible assets were $2,875,000, less accumulated depreciation of $1,150,000, which increased net assets by $1,725,000. On July 1, 2009, the county made a restatement to governmental activities long-term obligation due to a liability associated with GASB 51 software, which decreased net assets by $1,669,000.

Summary

The adjustment to the beginning net assets is presented below (in thousands):

Net assets, beginning of year, as previously stated	$	710,452
Record adjustments for intangibles, net of accumulated depreciation		1,725
Record adjustments for other noncurrent liabilities		(1,669)
Net assets, beginning of year, as restated	$	710,508

B. Reserve for Prepaid Items and Deposits

Reserves are less than total prepaid items and deposits because the General Fund advanced $1,569,000 to subgrantees, which will use the funds for federal programs during fiscal year 2010-2011. As funds are spent, the federal government reimburses the county.

3. STEWARDSHIP, COMPLIANCE AND ACCOUNTABILITY

A. Budgetary Information

Annual budgets are adopted for all governmental funds except the Public Financing Authority Debt Service Fund, the Assessment Districts Debt Service Fund, and the Assessment Districts Capital Projects Fund. All annual appropriations lapse at fiscal year-end. GAAP serves as the budgetary basis of accounting.

Schedules of revenues, expenditures, and changes in fund balance - budget vs. actual are included in the required supplementary section of this report for the General Fund and all major special revenue funds.

Encumbrance accounting is used in governmental funds. Encumbrances outstanding at year-end are reported as reservations of fund balances and do not constitute expenditures or liabilities because the commitments will be reappropriated and honored during the subsequent year.

B. Deficit Net Assets

At June 30, 2010, governmental activities in the government-wide statement of net assets had a deficiency in unrestricted net assets of $209,290,000. This deficit is primarily due to a total OPEB liability of $268,858,000.

Two internal service funds had deficit net assets at June 30, 2010. The Workers' Compensation Insurance Fire Protection Fund shows a deficit of $300,000. This is a deficit reduction of $209,000 from a $509,000 deficit at June 30, 2009. This deficit reduction is attributed to a decrease in claims payable and benefit and claim expense. The Medical Liability Insurance fund shows a deficit of $728,000. This is a decrease to net assets of $2,566,000 from a $1,838,000 surplus at June 30, 2009. The decline is attributed to a decrease in charges for services and an increase in benefit and claim expense.

The Sheriff Law Enforcement Training Center Enterprise Fund (Training Center), which is reported as a nonmajor enterprise fund, reported a year-end deficit of $496,000. From the inception of the Training Center, the Enterprise Fund has consistently experienced small annual deficits that have accumulated since fiscal year 2001 – 2002, despite diligent efforts to recover program costs through fees and other revenues. In recognition of the countywide benefits of the Training Center, the Board of Supervisors approved a small ongoing General Fund subsidy, and, combined with the continuing efforts of the Sheriff to increase operational efficiency and maximize cost recovery, is expected to eliminate any remaining deficit over time.

The Pension Bond Debt Service Fund, which is reported as part of the nonmajor governmental funds, had a fund balance deficit of $267,000 at June 30, 2010. The deficit is the result of rates being changed by departments based on certain salary and interest assumptions, which did not occur, causing the under funding. Rates will be increased to appropriately recover shortfall.

4. CASH AND INVESTMENTS

	Primary Government		Component Unit	
	Governmental Activities	Business-Type Activities	First 5 Contra Costa Children and Families Commission	Fiduciary Funds
Cash and Investments	$ 500,220	30,543	46,288	6,458,591
Restricted Cash held by fiscal agent	71,188	12,779		
	$ 571,408	43,322	46,288	6,458,591

The cash balances of substantially all funds, except the Pension and Investment Trust Funds, are maintained in the county's internal pool and invested by the County Treasurer. Income from pooled investments is allocated to the funds based on average daily balances. As permitted by the California Government Code, legally separate entities that are not part of the county reporting entity also have individual investment accounts in the County Treasury. These investment accounts are separate from the pool and are reported in the Investment Trust Fund. Specific investments are acquired for those

separate entities at their direction and the income from and changes in the value of these investments affect only the entity for which they were acquired. The CCCERA Board directs the investment activity of the Pension Trust Fund.

A. Summary of Cash and Investments

Cash and investments at June 30, 2010 (December 31, 2009, for the Pension Trust Fund and March 31, 2010, for the Housing Authority), are reported as follows (in thousands):

		Deposits and Certificates of Deposits	Investments	Total
From the Statement of Net Assets				
Primary Government	Cash and investments	$ 2,069	528,694	530,763
	Restricted cash and investments	4,552	79,415	83,967
First 5 Contra Costa Children and Families Commission	Cash and investments	8,291	37,997	46,288
From the Statement of Fiduciary Net Assets				
Pension and Other Employee Benefit Trust Funds	Cash and investments	41,783	4,524,731	4,566,514
	Cash collateral-securities lending		461,577	461,577
Investment Trust Fund	Cash and investments	9,764	1,247,448	1,257,212
Private-Purpose Trust Fund	Cash and investments	3,551	13,420	16,971
Agency Funds	Cash and investments	12	156,305	156,317
Total		$ 70,022	7,049,587	7,119,609

B. Deposits and Investments (excluding the Pension Trust Fund)

Deposits

Deposits include bank deposits at a carrying amount of $69,311,000. The balance reported by various financial institutions was $82,470,000. The difference between the bank balance and the carrying amount represents outstanding checks and deposits in transit. Of the bank balance, $6,559,000 was covered by federal depository insurance and $75,911,000 was collateralized by the pledging financial institutions as required by California Government Code Section 53652.

According to the California Government Code Section 53601, bank obligations such as certificates of deposit are considered investments. However, in accordance with accounting principles generally accepted in the United States of America, the county has classified certificates of deposit in the amount of $2,161,000 as deposits. Of the certificates of deposit balance, $1,003,000 was insured and $1,158,000 was collateralized by the pledging financial institutions as required by California Government Code Section 53652.

Under the California Government Code, a financial institution is required to secure deposits in excess of $100,000 made by state or local governmental units by pledging securities held in the form of an undivided collateral pool. The market value of the pledged securities in the collateral pool must equal at

least 110% of the total amount deposited by the public agencies. California law also allows financial institutions to secure public agency deposits by pledging first trust deed mortgage notes having a value of 150% of the secured public deposits. The collateral must be held at the pledging bank's trust department or at another bank, acting as the pledging bank's agent, in the public agency's name. The county may waive collateral requirements for cash deposits, which are fully insured up to $250,000 by the Federal Deposit Insurance Corporation. The county, however, has not waived the collateralization requirements.

The county follows the practice of pooling cash of all funds, except for funds required to be held by fiscal agents under the provisions of bond indentures. Interest income earned on pooled cash is allocated on a quarterly basis to the various funds based on the quarterly average cash balances. Interest income from cash with fiscal agent is credited directly to the related fund.

Authorized Investments

Under provisions of the county's investment policy, the county may invest in the following:

Bonds and notes issued by local agencies with a maximum maturity of five years. Obligations issued by Agencies or Instrumentalities of the U.S. Government.

State or Municipal Depository Funds, such as the Local Agency Investment Fund (LAIF) or pooled cash investment funds managed by county treasurers.

U.S. Treasury bills, notes, bonds, or certificates of indebtedness, or those for which the faith and credit of the United States are pledged for the payment of principal and interest.

Registered state warrants, treasury notes, or bonds issued by the state of California.

Bonds, notes, warrants, or other evidence of debt issued by a local agency within the state of California, County Treasurer, other local agencies or Joint Powers Agencies.

Federal agency or United States government-sponsored enterprise obligations, participations, or other instruments.

Banker's acceptances with a term not to exceed 270 days, limited to 40% of surplus funds; no more than 30% of surplus funds can be invested in Bankers Acceptances of any single commercial bank.

Prime commercial paper not to exceed 180 days and the highest ranking issued by Moody's Investors Service or Standard & Poor's Corp., limited to 15% of surplus funds; provided that if the average total maturity of all commercial paper does not exceed 31 days up to 30% of surplus funds can be invested in commercial paper.

Negotiable certificates of deposit issued by federally or state chartered banks or associations, limited to not more than 30% of surplus funds.

Repurchase/reverse repurchase agreements of any securities authorized by the California Government Code Sections 5922 and 53601 et seq. Securities purchased under these

agreements shall be no less than 102% of market value. Securities purchased under reverse repurchase agreements shall be for temporary and unanticipated cash flow needs only.

Medium-term notes (not to exceed two years) of U.S. corporations rated "AAA" or better by Moody's or Standard & Poor's limited to not more than 30% of surplus funds.

Shares of beneficial interest issued by diversified management companies investing in the securities and obligations authorized by this Section (Money Market Mutual Funds); Funds must carry the highest rating of at least two national rating agencies and are limited to not more than 20% of surplus funds.

The Local Agency Investment Fund (LAIF) maintained by the state of California.

Any mortgage pass-through security, collateralized mortgage obligation, mortgage-backed or other pay-through bond, equipment lease-backed certificate, consumer receivable pass-through certificate or consumer receivable-backed bond with a maximum maturity of five years, securities in this category must be rated AA or better by a national rating service and are limited to not more than 30% of surplus funds.

Notes, bonds, or other obligations that are at all times secured by a valid first-priority security interest.

Monies held by a trustee or fiscal agent and pledged to the payment of security bonds or other indebtedness, or obligations under a lease, installment sale, or other agreement of a local agency, or certificates of participation in those bonds, indebtedness, or lease installment sale, or other agreements.

Insured demand and savings deposits, provided that deposits in excess of the insured amounts must be 100% collateralized by federal securities (Housing Authority).

Insured money market accounts (Housing Authority).

Insured SUPERNOW accounts, provided the deposit in excess of insured amount must be 100% collateralized by federal securities (Housing Authority).

Sweep accounts that are 100% collateralized by federal securities (Housing Authority).

Funds held under the terms of a trust indenture or other contract or agreement including HUD/PHA annual contributions contract, may be invested according to the provisions of those indentures or contracts.

Collateralized bank deposits with a perfected security interest in accordance with the Uniform Commercial Code (UCC) or applicable federal security regulations.

Risk Disclosures

Interest Rate Risk. As a means of limiting its exposure to losses arising from rising interest rates, the county's investment policy provides that final maturities of securities cannot exceed five years, unless the county Board of Supervisors (Board) has granted express authority to make that investment either

specifically or as a part of an investment program approved by the Board no less than three months prior to the investment.

At June 30, 2010, the county (March 31, 2010, for the Housing Authority) excluding CCCERA investments (as of December 31, 2009, which are shown on page 52), had the following investments and maturities (in thousands):

		Investment Maturities				
Investment Type:		Less than 1 year	1 to 3 years	3 to 5 years	Over 5 years	Fair Value Total
U.S. Treasury notes & bonds	$	22,371	18,238	1,257		41,866
U.S. agencies - (FHLB, FNMA, FFCB, FHLMC)		140,006	237,096	17,443		394,545
Corporate notes		3,624	39,924			43,548
Municipal bonds			1,000			1,000
Repurchase agreements		165,516				165,516
Commercial paper		406,207				406,207
Negotiable certificates of deposit		280,023				280,023
Guaranteed investment contracts					13,471	13,471
Mutual funds		224,372				224,372
LAIF		418,811				418,811
CAMP		417				417
Local obligation bond					75	75
Corporate bond		6,139	4,805			10,944
Banker's acceptance		62,484				62,484
Total	$	1,729,970	301,063	18,700	13,546	2,063,279

As of June 30, 2010, the portfolio contained $67,455,000 of callable U.S. Agencies, representing 17.25% of investment cost at June 30, 2010.

Credit Risk. State law limits investments in commercial paper with an A1 and all other investments with an investment grade rating issued by nationally recognized statistical rating organizations (NSROs). The county's policy is to limit its investments in these investment types to the top rating issued by NSROs including raters Standard and Poor's, Fitch Ratings, and Moody's Investors Service.

The following schedule lists the types of investments and the range of credit ratings as rated by Standard and Poor's:

Investment Type:		Fair Value (in thousands)	Quality Rating Range
U.S. Treasury notes, strips, bills	$	41,866	
Federal Home Loan Bank (FHLB)		132,417	AAA to A-1+
Federal National Mortgage Association (FNMA)		122,104	AAA to A-1+
Federal Farm Credit Bank (FFCB)		19,206	AAA
Federal Home Loan Mortgage-Corp (FHLMC)		107,791	AAA to A-1+
Federal agriculture mortgage		7,034	Not rated
Freddie Mac		4,098	Not rated
Fannie Mae		1,895	Not rated
Corporate notes		43,548	AAA to A-
Municipal bonds		1,000	AA+
Repurchase agreements		165,516	Not rated
Commercial paper		406,207	A-1 to A-1+
Negotiable certificates of deposit		280,023	AAA to A-1+
Guaranteed investment contracts		13,471	Not rated
Mutual funds		224,372	AAA to A-1+
LAIF		418,811	Not rated
CAMP		417	Not rated
Corporate bonds		10,944	AAA to A
Banker's acceptance		62,484	A-1
Local obligation bond		75	Not rated
Total	$	2,063,279	

Custodial Credit Risk. For an investment, custodial credit risk is the risk that, in the event of the failure of the counterparty, the county will not be able to recover the value of its investments or collateral securities that are in possession of an outside party. There are no county investments in which the securities are held by the investment's counterparty not in the name of the county.

Concentration of Credit Risk. The Treasurer's investment policies and guidelines permit the county to be invested in any one issuer's investments up to 10% of the county's total assets of the investments held by the county. The investment portfolio contained no concentration of investments in any one entity (other than those issued or guaranteed by the U.S. Government) that represented 10% or more of plan net assets.

Other Financial Instruments

In accordance with California statutes, the county may invest in a wide variety of investment instruments, including asset-backed securities, such as: collateralized mortgage obligations and principal-only strips and forward contracts.

The Treasurer holds principal-only strip instruments for the benefit of some county school districts. Those school districts utilize the services of an independent financial advisor in determining their investment strategy. As of June 30, 2010, the county's portfolio included $836,000 of strip investments.

As of June 30, 2010, the county had $392,733,000 invested in Local Agency Investment Fund (LAIF), the Housing Authority (March 31, 2010) had $3,197,000 invested in LAIF, and the fiscal agents had $22,881,000 invested in LAIF.

Housing Authority and fiscal agents had investments with the LAIF, a state of California investment pool, at June 30, 2010, which included a portion of the pool funds invested in structured notes and asset-backed securities, as follows:

> Structured Notes are debt securities (other than asset-backed securities) whose cash flow characteristics (coupon rate, redemption amount, or stated maturity) depend upon one or more indices and/or that have embedded forwards or options.
>
> Asset-Backed Securities the bulk of which are mortgage-backed securities, entitle their purchasers to receive a share of the cash flows from a pool of assets (such as principal) and interest repayments from a pool of mortgages (such as Collateralized Mortgage Obligations) or credit card receivables.

As of June 30, 2010, none of the county's pool investment funds included structured notes and asset-backed securities.

As of June 30, 2010, the county had no derivative instruments in mutual funds.

At June 30, 2010 (March 31, 2010, for the Housing Authority), the amount of assets restricted by legal and contractual requirements was as follows (in thousands):

	Governmental Activities		Business-type Activities	
	General Fund	Nonmajor Governmental Funds	County Hospital	Housing Authority
Lease purchase	$ 1,565			
Pension obligation bond		1,549		
Nonexpendable portion of permanent fund		1,729		
Bond proceeds, housing projects, and debt services		53,571		
Public Financing Authority:				
1998 Lease revenue bond		3,069		
2002B Lease revenue bonds		1,585		
2007A & 2007B Lease revenue bonds		5,424		
2001 Reassessment bond		406		
Pleasant Hill BART bond reserve 1987-1 reserve account		523		
San Ramon bond reserve 1989-1 reserve account		44		
Kensington reserve fund AD 91-1 reserve account		267		
San Pablo bond reserve AD 91-3 reserve account		28		
Pleasant Hill BART RFD 98 reserve account		534		
Norris Canyon 2001-1 reserve account		530		
Pleasant Hill BART RFD 98 construction/ improvement bond		26		
County Hospital Enterprise Fund:				
2007A & 2007B Lease revenue bonds			8,381	
Capital lease funds that have not been spent, operating revenues required by lender, and funds held on behalf of its clients				4,398
Restricted program money	338			
Total restricted assets	$ 1,903	69,285	8,381	4,398

County management believes that the county is in compliance with all terms of its debt agreements and all state statute requirements.

C. Pension Trust Fund Deposits and Investment Risk Disclosures

Deposits

At December 31, 2009, the carrying amount of CCCERA's cash deposits was $712,000 and the bank balance was $635,000. The difference between the bank balance and the carrying amount represents outstanding checks and deposits in transit. Of the bank balance, $250,000 was covered by federal depository insurance, and $385,000 was collateralized by the pledging financial institutions as required by Section 53652 of the California Government Code.

Under the California Government Code, a financial institution is required to secure deposits in excess of $250,000 made by state or local governmental units by pledging securities held in the form of an undivided collateral pool. The market value of the pledged securities in the collateral pool must equal at

least 110% of the total amount deposited by the public agencies. California law also allows financial institutions to secure governmental deposits by pledging first deed mortgage notes having an institution's trust department or agent in CCCERA's name.

Investment Stewardship

Except as otherwise expressly restricted by the California Constitution and by law, the CCCERA Board invests the assets of CCCERA through the purchase, holding, or sale of any form or type of instruments, or financial transaction, when prudent, in the informed opinion of the CCCERA Board. In addition, the CCCERA Board has established an investment policy, which places limits on the compositional mix of cash, fixed income, equity securities, alternative investments and real estate investments. CCCERA currently employs external investment managers to manage its assets subject to the guidelines of the investment policy.

As permitted by the Government Code, CCCERA directs the County Treasurer to make specific investments on behalf of CCCERA. Investments made by the County Treasurer are subject to regulatory oversight by the county's Treasury Oversight Committee, as required by the California Government Code Section 27134.

Investment Risk

Investments are subject to certain types of risks, including interest rate risk, credit risk (including custodial credit risk and concentrations of credit risk), and foreign currency risk. The following describes those risks:

Interest Rate Risk. The fair value of fixed maturity investments fluctuates in response to changes in market interest rates. Increases in prevailing interest rates generally translate into decreases in fair value of those investments. The fair value of interest sensitive instruments may also be affected by the creditworthiness of the issuer, prepayment options, relative values of alternative investments and other general market conditions. Certain fixed maturity investments may have call provisions that could result in shorter maturity periods.

The following schedule is a list of fixed income and short-term investments and the related maturity schedule for CCCERA as of December 31, 2009 (in thousands):

	Investment Maturities				
Investment type	Less than 1 year	1-5 years	6-10 years	More than 10 years	Fair Value Total
Collateralized mortgage-backed securities (CMBS)	$ 4,693	55,545	49,697	124,752	234,687
Collateralized mortgage-obligations		499	11	92,545	93,055
Commercial paper	44,200	5,000			49,200
Corporate bonds	24,143	177,269	171,180	31,216	403,808
Private placements		136,612	63,012	89,924	289,548
Commingled fixed			3,455		3,455
Short-term investment-fund instruments				88,715	88,715
U.S. Treasury notes & bonds	43,263	44,667	32,337	20,197	140,464
U.S. agencies - (GNMA, FNMA, FHLMC)	21,567	25,957	49,211	177,422	274,157
Total	$ 137,866	445,549	368,903	624,771	1,577,089

Custodial Credit Risk. For an investment, custodial credit risk is the risk that CCCERA will not be able to recover the value of its investments or collateral securities that are in the possession of an outside party if the counter party fails. At year-end, CCCERA has no custodial credit risk exposure to borrowers because the collateral exceeded the amount borrowed. The fair value of investments on loan at December 31, 2009, is $447,872,000, which was collateralized by cash in the amount of $461,697,000.

Concentration of Credit Risk. The Board's investment policies and guidelines permit investments in numerous specified asset classes to take advantage of professional investment management advice and a well-diversified portfolio. The investment portfolio contained no concentration of investments in any one entity (other than those issued or guaranteed by the U.S. Government) that represented 5% or more of plan net assets.

Credit Risk. CCCERA's general investment policy is to apply the prudent-person rule. Investments are made as a prudent person would be expected to act, with discretion and for the exclusive purposes of providing benefits, minimizing contributions and defraying reasonable expenses of administering the Trust. Investments should be diversified so as to minimize the risk of loss and to maximize the rate of return unless under the circumstances it is clearly prudent not to do so. Nationally recognized statistical rating organizations provide ratings of debt securities quality based on a variety of factors, for example, the financial condition of the issuers, which provide investors with some idea of the issuer's ability to meet its obligations.

Fixed maturity investments may consist of rated or non-rated securities. Ratings can range from AAA (highest quality) to D (default). Debt securities with ratings of BBB or higher are considered investment grade issues, and debt securities with ratings of BB or lower are non-investment grade issues. Debt securities in the non-investment grade category are more speculative and often referred to as "high-

yield." This is due to the fact that lower rated debt securities generally carry a higher interest rate to compensate the buyer for taking on additional risk.

The following is a schedule of the credit risk ratings of CCCERA's fixed income and short-term investments as of December 31, 2009, as rated by Standard and Poor's:

Quality Rating		Fair Value (in thousands)
AAA	$	665,601
AA+		205,787
AA		26,013
AA-		28,099
A+		25,685
A		84,848
A-1+		731
A-		78,125
BBB+		23,722
BBB		37,568
BBB-		37,671
BB+		22,074
BB		18,045
BB-		23,453
B+		31,960
B		25,585
B-		40,409
CCC+		11,347
CCC		21,483
CCC-		3,139
D		33
NR		165,711
Total	$	1,577,089

The following is a schedule of credit quality ratings, by type, of CCCERA's fixed income and short-term investments as of December 31, 2009, as rated by Standard and Poor's:

Investment Type	Quality Rating Range
Asset-backed securities*	AAA to CCC
Convertible bonds*	A-
CMBS*	AAA
CMO	AAA to CCC
Corporate bonds	AAA to CCC-
Municipals	AAA to BBB+
Private placements	AAA to BBB-
Real estate investment trust*	A- to B-
Short-term*	A-1+
U.S. agencies*	AAA to BB-
Mutual funds	Not rated

* Investment type contained one or more investments that were not rated.

Foreign Currency Risk. The risk that changes in exchange rates will adversely affect the fair value of an investment. CCCERA's external investment managers may invest in international securities and must follow CCCERA's investment guidelines pertaining to these types of investments. CCCERA does not have a formal policy relating to foreign currency risk. CCCERA's exposure to foreign currency risk is as follows:

Currency		(in thousands)
Australian dollar	$	20,384
Brazilian dollar		3,381
British pound sterling		102,429
Canadian dollar		11,657
Columbian peso		1,578
Danish krone		4,114
Egyptian pound		3,531
Euro		171,085
Hong Kong dollar		19,689
Indian rupee		2,428
Indonesian rupiah		6,650
Japanese yen		87,382
Maldive Rufiyaa		1,910
Mexican peso		5,759
Netherlands Guilder		4,874
New Zealand dollar		7,617
Norwegian krone		10,001
Polish zloty		7,765
Singapore dollar		16,355
Swedish krona		10,272
Swiss franc		42,835
Turkey Lira		1,613
Total	$	543,309

The following schedule is a list of investments for CCCERA as of December 31, 2009:

Type of Investment		Fair Value (in thousands)
Deposit	$	712
Short term investments held by fiscal agent		658,716
Short term investments held by the county		4,429
Total short term investments		663,857
U.S. government and agency instruments		622,790
Private placement bonds		289,548
Domestic corporate bonds		296,645
International bonds		203,278
Total bonds		1,412,261
Domestic stocks		1,653,602
International stocks		515,884
Total stocks		2,169,486
Real estate		492,044
Alternative investments		249,373
Total investments	$	4,987,021

Other Financial Instruments

As permitted by the California Government Code and the investment policy, CCCERA uses forward settlement contracts, forward currency contracts, futures and options contracts and other derivative products within fixed income financial instruments. These derivative financial instruments are used to reduce financial market risks, enhance yields and to participate in all market areas without increasing investment costs. At December 31, 2009, the following derivative financial instruments were held by investment managers:

Various investment managers for CCCERA manage fixed income portfolios that contain derivative type financial investments. These instruments include government and corporate obligations consisting of asset-backed securities, call and put options, floating rate notes, constant maturity index, Adjustable Rate Mortgages (ARMs), Collateralized Mortgage Obligations (CMOs), Collateralized Mortgage Backed Securities (CMBS) and LIBOR Indexed ARMs. The fair value of derivative financial instruments at December 31, 2009, is $520,042,000.

PIMCO and Lazard have made investments in forward currency contracts, which are unrecorded commitments to purchase or sell stated amounts of foreign currency. Gains or losses on the disposition of the commitments are recorded at the time of settlement. The fair values of forward contracts are determined by quoted currency prices from national exchanges. As of December 31, 2009, total commitments in forward currency contracts to purchase and sell foreign securities were $94,704,000 and $94,704,000, respectively, with market values of $94,428,000 and $93,556,000, respectively.

The audited financial information of CCCERA included in these financial statements is as of December 31, 2009, which is prior to the effective date of GASB 53, Accounting for Derivatives. CCCERA's management and auditors will evaluate the impact of GASB 53 at the next year end. The impact of adoption is not expected to be material to the county or CCCERA.

Securities Lending by the Employees' Retirement Association (Pension Trust Fund)

The CCCERA's investment policy permits the use of a securities lending program with its principal custodian bank. The CCCERA lends domestic and international bonds and equities to various brokers for collateral that will be returned for the same securities plus a fee in the future. The custodian bank provides loss indemnification to the CCCERA if the borrower fails to return the securities.

The custodian bank manages the securities lending program and receives cash and/or securities as collateral. The collateral cash can be invested and is automatically rolled into a Short-Term Investment Fund (STIF). The collateral securities cannot be pledged or sold by the CCCERA without borrower default. Securities on loan must be collateralized at 102.0% and 105.0% of the fair value of domestic securities and non-domestic securities, respectively, plus accrued interest (in the case of debt securities).

There are no restrictions on the amount of securities that can be loaned at one time. CCCERA has the right to terminate any loan in whole or in part by providing the custodian bank with written notice (a "Recall Notice"). Because the loans are terminable at will, the term to maturity of the security loans is

generally not matched with the term to maturity of the cash collateral. There were no losses associated with securities lending transactions during the year.

At year-end, additional funds of $2,972,000 are due as collateral for CCCERA's securities on loan. This is known as the "calculated mark" and will settle on the first business day of January 2010. CCCERA had no credit risk exposure to borrowers because the collateral exceeded the amount borrowed. The fair value of investments on loan at December 31, 2009, is $447,872,000, which was collateralized by cash in the amount of $461,697,000, and has been reported as an asset and liability in the CCCERA Statement of Plan Net Assets.

5. RECEIVABLES

Receivables at year-end of the county's major individual funds, nonmajor, and internal service funds in the aggregate, including the applicable allowances for uncollectible accounts are as follows (in thousands):

Governmental Activities	General	CCC Fire Protection District Special Revenue	Land Development Special Revenue	Nonmajor	Internal Service	Total Governmental Activities
Taxes receivable	$ 580	554		164		1,298
Accounts receivable	149,348	122	29,023	56,076	2,480	237,049
Advances receivable	85					85
Gross receivables	150,013	676	29,023	56,240	2,480	238,432
Less: Allowance for uncollectibles	(4)					(4)
Total receivables (net)	$ 150,009	676	29,023	56,240	2,480	238,428

Business-type Activities	County Hospital	Housing Authority	Nonmajor	Total Business-type Activities
Accounts receivable	$ 268,073	693	30,745	299,511
Gross receivables	268,073	693	30,745	299,511
Less: Allowance for uncollectibles	(204,894)			(204,894)
Total receivables (net)	$ 63,179	693	30,745	94,617

Governmental funds report deferred revenues in connection with receivables for revenues not considered available to liquidate liabilities of the current period. Governmental and enterprise funds also defer revenue recognition in connection with resources that have been received, but not yet earned.

At June 30, 2010, the various components of deferred revenue and unearned revenue reported were as follows (in thousands):

	Unavailable	Unearned
Governmental Activities:		
General:		
Notes receivable (Community Development Block Grant-CDBG loans)	$ 64,464	
Advances not yet earned		8,591
Other receivables and advances		16,030
CCC Fire Protection District Special Revenue:		
Resources received that do not yet meet the criteria for revenue recognition	41	
Land Development Special Revenue:		
Notes receivable (Community Development Block Grant-CDBG loans)	2,331	
Other receivables and advances		7,673
Resources received that do not yet meet the criteria for revenue recognition	117	
Nonmajor Governmental:		
Notes receivable	12,228	
Advances not yet earned		157
Other receivables and advances		3,157
Total Governmental Activities	$ 79,181	35,608
Business-type Activities:		
County Hospital:		
Resources received that do not yet meet the criteria for revenue recognition		$ 32,487
Housing Authority:		
Resources received that do not yet meet the criteria for revenue recognition		1,708
Nonmajor Enterprise:		
Resources received that do not yet meet the criteria for revenue recognition		1,142
Total Business-type Activities		$ 35,337

6. INTERFUND TRANSACTIONS

A. Interfund Receivables/ Payables

The composition of interfund balances as of June 30, 2010, is as follows (in thousands):

Due To/From Other Funds:

Receivable Fund	Payable Fund	Amount
General Fund	Land Development Special Revenue Fund	$ 867
	CCC Fire Protection District Special Revenue Fund	318
	Nonmajor Governmental Funds	43,648
	County Hospital Enterprise Fund	4,405
	Nonmajor Enterprise Funds	14,720
	Internal Service Funds	1,367
		65,325
CCC Fire Protection District Special Revenue Fund	General Fund	4
	Nonmajor Governmental Funds	736
	Internal Service Funds	62
	County Hospital Enterprise Fund	1
		803
Land Development Special Revenue Fund	General Fund	1,573
	CCC Fire Protection District Special Revenue Fund	3
	Nonmajor Governmental Funds	5,243
	Nonmajor Enterprise Funds	5
		6,824
Nonmajor Governmental Funds	General Fund	5,845
	Land Development Special Revenue Fund	35
	Nonmajor Governmental Funds	1,413
	County Hospital Enterprise Fund	57
	Nonmajor Enterprise Funds	3
	Internal Service Funds	14
		7,367
County Hospital Enterprise Fund	General Fund	8,161
	Nonmajor Governmental Funds	994
	Nonmajor Enterprise Funds	18,196
	Internal Service Funds	37
		27,388
Nonmajor Enterprise Funds	General Fund	1,454
	County Hospital Enterprise Fund	29,668
	Internal Service Funds	17
	Nonmajor Enterprise Funds	2,665
		33,804
Internal Service Funds	General Fund	773
	CCC Fire Protection District Special Revenue Fund	1
	Land Development Special Revenue Fund	22
	Nonmajor Governmental Funds	119
	County Hospital Enterprise Fund	10
	Nonmajor Enterprise Funds	11
	Internal Service Funds	102
		1,038
Total		$ 142,549

The due to/from other funds account balances primarily resulted from interfund cash transactions recorded after the cash cut-off on June 30, 2010.

B. Advances To/From

Receivable Fund	Payable Fund	Amount
Nonmajor Governmental Funds	Nonmajor Governmental Funds	$ 6,691
Total		$ 6,691

The advances to/from other funds account balances resulted from interfund loans from the Other Special Revenue Fund to the RDA.

C. Interfund Transfers

Fund Financial Statements

Transfers were made during the year from the General Fund to subsidize the operations of the Hospital, HMO, and Sheriff Law Enforcement Training Center. Other transfers primarily consisted of payments from the various operating funds (principally the General Fund) to debt service funds in accordance with long-term debt covenants. In addition, special revenue funds made transfers to other funds to reimburse eligible costs incurred.

Interfund transfers to/from other funds for the year ended June 30, 2010, were as follows (in thousands):

Transfer From	Transfer To	Amount	Purpose
General Fund	Land Development Special Revenue Fund	$ 74	Reimburse staff cost related to Conservation Illegal Dumping activity.
	Land Development Special Revenue Fund	2	Reimbursement from Keller Canyon Landfill Mitigation funds for Census outreach activities in District V.
	Nonmajor Governmental Funds	1,892	Transfer a portion of Salaries and Benefits Expense for the Retirement Litigation Settlement.
	Nonmajor Governmental Funds	190	Transfer funds for the Sheriff's Patrol usage of helicopter and communication services.
	Nonmajor Governmental Funds	10	Provide subsidy for Justice Automated Warrant System (JAWS).
	Nonmajor Governmental Funds	1,502	Transfer funds for sanitation maintenance work to Health and Sanitation fund.
	Nonmajor Governmental Funds	37,566	Transfer a portion of Salaries and Benefits Expense to the Pension Obligation Bond fund.
	Nonmajor Governmental Funds	2	Refund unspent proceeds.
	Nonmajor Governmental Funds	268	Reimburse CDBG Neighborhood Preservation Program expenses.
	Nonmajor Governmental Funds	107	Transfer funds to county-wide drainage maintenance projects.
	Nonmajor Governmental Funds	21	Transfer administrator labor costs from M-16.
	County Hospital Enterprise Fund	41,794	Provide subsidy to cover portion of the County Hospital's operation.
	Nonmajor Enterprise Funds	5,423	Provide subsidy to cover a portion of the HMO's operation.
	Nonmajor Enterprise Funds	301	Provide subsidy to cover a portion of Law Enforcement Training Center operation.
	Internal Service Funds	40	Transfer funds to cover estimated cost of van for the Homeless Program.

(continued)

Transfer From	Transfer To	Amount	Purpose
	Internal Service Funds	328	Transfer gas, grease/oil, and parts inventory to Fleet Services Internal Service Fund.
Total		$ 89,520	
Land Development Special Revenue Fund	General Fund	$ 14	Transfer funds for the Neighborhood Preservation Program.
	Nonmajor Governmental Funds	1,029	Transfer a portion of the Salaries and Benefits Expense to the Pension Obligation Bond fund.
	Nonmajor Governmental Funds	64	Transfer a portion of Salaries and Benefits Expense for the Retirement Litigation Settlement.
Total		$ 1,107	
Nonmajor Governmental Funds	General Fund	$ 721	Transfer funds from PFA project accounts due to drawdown of bond proceeds.
	General Fund	63	Transfer of funds from Road Improvement Fee trust balance.
	General Fund	1	Transfer of General Services allocations to Stormwater Utility A-17.
	General Fund	22,241	Transfer of Mental Health Services Act revenues for Fiscal Year 2009 - 2010.
	General Fund	251	Transfer funds for jail allocation.
	General Fund	631	Transfer funds to cover costs of the Bay Point and Discovery Bay deputies and related expenses.
	CCC Fire Protection District Special Revenue Fund	34	Transfer funds from the Contra Costa County Fire Protection District pension obligation bond to the Fire Pension Obligation Bond Stabilization fund.
	CCC Fire Protection District Special Revenue Fund	161	Transfer of CSA EM-1 Measure H funds for paramedic costs and oversight activities.
	Land Development Special Revenue Fund	443	Transfer staff costs from Road fund to the Land Development Special Revenue Fund.
	Nonmajor Governmental Funds	1,928	Transfer a portion of Salaries and Benefits Expense to the Pension Obligation Bond fund.
	Nonmajor Governmental Funds	17	Transfer of CSA EM-1 Measure H funds to reimburse for EMS medical equipment.
	Nonmajor Governmental Funds	115	Transfer a portion of Salaries and Benefits Expense for the Retirement Litigation Settlement.
	Nonmajor Governmental Funds	3,063	RDA interfund transfers related to special revenue, debt service, and capital projects.
	Nonmajor Governmental Funds	100	Transfer funds to the Dougherty Station Library from the County Service Area M-29 revenue per reimbursement agreement.
	Nonmajor Governmental Funds	567	Transfer funds from the Assessment Districts to PFA.

(continued)

Transfer From	Transfer To	Amount	Purpose
	Nonmajor Governmental Funds	328	Provide subsidy to the courthouse construction fund.
	Nonmajor Governmental Funds	195	Transfer funds from Library Service Areas to County Library.
	Nonmajor Governmental Funds	56	Transfer from the Permanent fund to the Library.
Total		$ 30,915	
County Hospital Enterprise Fund	Nonmajor Governmental Funds	$ 10,352	Transfer a portion of the Salaries and Benefits Expense to the Pension Obligation Bond fund.
	Nonmajor Governmental Funds	654	Transfer a portion of the Salaries and Benefits Expense for the Retirement Litigation Settlement.
Total		$ 11,006	
Nonmajor Enterprise Funds	Nonmajor Governmental Funds	$ 644	Transfer a portion of the Salaries and Benefits Expense to the Pension Obligation Bond fund.
	Nonmajor Governmental Funds	35	Transfer a portion of the Salaries and Benefits Expense for the Retirement Litigation Settlement.
Total		$ 679	
Internal Service Funds	Nonmajor Governmental Funds	$ 60	Transfer a portion of the Salaries and Benefits Expense to the Pension Obligation Bond fund.
Total		$ 60	

(concluded)

Government-wide Financial Statements

Capital assets reassigned between governmental activities and business-type activities are not "interfund" in the fund financial statements because it involves only one fund. In the government-wide financial statements, the reassignment of capital assets between governmental and business-type activities would be reported as a transfer.

Government-wide interfund transfers to/from other funds for the year ended June 30, 2010, were as follows (in thousands):

Transfer From	Transfer To	Amount	Purpose
Governmental Activities	Governmental Activities	$ 59	Transfer of equipment from Fleet Services to the General Fund.
	Business-type Activities	13	Transfer of equipment from Service Area EM-1 Zone B to the County Hospital.
Total		$ 72	
Business-type Activities	Governmental Activities	$ 9	Transfer of equipment from the County Hospital to the General Fund.
Total		$ 9	

The county pays a subsidy to the County Hospital, Health Maintenance Organization and Sheriff Law Enforcement Training Center Enterprise Funds to provide resources for operating costs which are in excess of operating revenues. Subsidies for the past three years are as follows (in thousands):

Year End June 30	Total Subsidy
2008	$62,244
2009	61,600
2010	47,518

7. CAPITAL ASSETS

Capital assets activity for the year ended June 30, 2010 (March 31, 2010, for the Housing Authority), was as follows (in thousands):

	Balance July 1, 2009 (as restated)	Additions	Retirements	Transfers & Adjustments	Balance June 30, 2010
Governmental Activities:					
Capital assets, not being depreciated:					
Land	$ 73,729	2,151			75,880
Construction in progress	70,276	35,045		(2,268)	103,053
Total capital assets, not being depreciated	144,005	37,196		(2,268)	178,933
Capital assets, being depreciated:					
Infrastructure	430,027	9,877		1,117	441,021
Structures and improvements	647,745	5,573	(914)	1,210	653,614
Equipment*	140,397	9,195	(5,129)	(249)	144,214
Intangibles	2,875	112			2,987
Total capital assets, being depreciated	1,221,044	24,757	(6,043)	2,078	1,241,836
Less accumulated depreciation for:					
Infrastructure	(116,350)	(9,116)			(125,466)
Structures and improvements	(332,625)	(21,359)	845		(353,139)
Equipment**	(91,873)	(10,391)	4,821	217	(97,226)
Intangibles	(1,150)	(575)			(1,725)
Total accumulated depreciation	(541,998)	(41,441)	5,666	217	(577,556)
Total capital assets, being depreciated, net	679,046	(16,684)	(377)	2,295	664,280
Governmental activities capital assets, net	$ 823,051	20,512	(377)	27	843,213

At July 1, 2009, the county made the following restatements to governmental capital assets and depreciation due to the implementation of GASB Statement 51 (in thousands):

Governmental activities capital assets as reported in the prior year:	$821,326
Record adjustments for intangibles***	2,875
Record adjustments to accumulated depreciation for intangibles***	(1,150)
Governmental activities capital assets as restated - July 1, 2009	$823,051

*Equipment was retired in the prior year and was subsequently reinstated in the current year. The cost was $42,000.
**Depreciation on retired equipment in the prior year was subsequently reinstated in the current year in the amount of $11,000.
***Software

	Balance July 1, 2009	Additions	Retirements	Transfers & Adjustments	Balance June 30, 2010
Business-type Activities:					
Capital assets, not being depreciated:					
Land	$ 12,816	1,725			14,541
Construction in progress	4,195	1,042		(1,827)	3,410
Total capital assets, not being depreciated	17,011	2,767		(1,827)	17,951
Capital assets, being depreciated:					
Structures and improvements	336,343	3,202	(1)	1,827	341,371
Equipment	41,144	1,867	(1,703)	232	41,540
Total capital assets, being depreciated	377,487	5,069	(1,704)	2,059	382,911
Less accumulated depreciation for:					
Structures and improvements	(164,036)	(11,070)	1		(175,105)
Equipment	(27,855)	(2,539)	1,660	(228)	(28,962)
Total accumulated depreciation	(191,891)	(13,609)	1,661	(228)	(204,067)
Total capital assets, being depreciated, net	185,596	(8,540)	(43)	1,831	178,844
Business-type activities capital assets, net	$ 202,607	(5,773)	(43)	4	196,795

	Balance July 1, 2009	Additions	Retirements	Transfers & Adjustments	Balance June 30, 2010
Component Unit:					
Capital assets, not being depreciated:					
Land	$ 246				246
Total capital assets, not being depreciated	246				246
Capital assets, being depreciated:					
Structures and improvements	667				667
Equipment	107				107
Total capital assets, being depreciated	774				774
Less accumulated depreciation for:					
Structures and improvements	(54)	(25)			(79)
Equipment	(27)	(21)			(48)
Total accumulated depreciation	(81)	(46)			(127)
Total capital assets, being depreciated, net	693	(46)			647
Component unit capital assets, net	$ 939	(46)			893

The Pension Trust Fund had net capital assets of $1,376,000. This consisted of servers, equipment, furniture, and leasehold improvements.

Depreciation

Depreciation expense was charged to governmental functions as follows (in thousands):

General government	$	22,638
Public protection		9,706
Health and sanitation		218
Public assistance		471
Education		375
Public ways and facilities		6,358
Recreation and culture		266
Capital assets held by the county's internal service funds are charged to the various functions based on their usage of the assets.		1,409
Total depreciation expense - governmental functions	$	41,441

Depreciation expense was charged to the business-type functions as follows (in thousands):

County Hospital	$	8,541
Housing Authority		3,365
Nonmajor Enterprise Funds		1,703
Total depreciation expense - business-type functions	$	13,609

8. PAYABLES

Accounts payable and accrued liabilities at year-end were as follows (in thousands):

Governmental Activities	General	CCC Fire Protection District Special Revenue	Land Development Special Revenue	Nonmajor	Internal Service	Total Governmental Activities
Accounts payable	$ 3,921	43	295	9,466	209	13,934
Accrued payroll	47,656	4,965	1,597	4,072		58,290
Total accounts payable and accrued liabilities	$ 51,577	5,008	1,892	13,538	209	72,224

Business-type Activities	County Hospital	Housing Authority	Nonmajor	Total Business-type Activities
Accounts payable	$ 6,887	2,432	24,669	33,988
Accrued payroll	20,004	383	1,024	21,411
Total accounts payable and accrued liabilities	$ 26,891	2,815	25,693	55,399

9. LEASES

A. Operating Leases

Total rental expense for the year ended June 30, 2010 (March 31, 2010, for the Housing Authority), for all operating leases and month-to-month lease arrangements amounted to: $12,870,000 for the General Fund; $59,000 for the CCC Fire Protection District Special Revenue Fund; $255,000 for the nonmajor governmental funds; $75,000 for the Land Development Special Revenue Fund; $4,199,000 for the County Hospital Enterprise Fund; and $265,000 for nonmajor enterprise funds.

At June 30, 2010 (March 31, 2010, for the Housing Authority), the future minimum rental payments required under non-cancelable operating leases for buildings and equipment, other than month-to-month lease arrangements, are as follows (in thousands):

Fiscal Year Ending June 30		Governmental Activities	Business-type Activities
2011	$	6,921	100
2012		5,432	100
2013		4,542	100
2014		4,188	100
2015		4,016	100
2016-2020		24,505	200
2021-2025		18,479	
Thereafter		17,524	
	$	85,607	700

B. Capital Leases

The county has capital lease purchase agreements for various county buildings, improvements, and equipment. The assets acquired under those lease purchase agreements are included in the county's capital assets. The costs of these assets for both governmental and business-type activities were $11,267,000 for buildings and improvements, and $11,175,000 for equipment. The obligations related to those lease purchase agreements are included in the county's long-term obligations (see Note 10).

The following is a schedule of future minimum lease payments under capital leases together with the present value of future minimum lease payments as of June 30, 2010 (in thousands):

Fiscal Year Ending June 30		Governmental Activities	Business-type Activities
2011	$	3,099	355
2012		1,951	354
2013		1,168	213
2014		906	107
2015		507	
2016-2020		945	
2021-2025		20	
Total		8,596	1,029
Less: Amount representing interest		(1,038)	(90)
Present value of future minimum lease payments	$	7,558	939

C. Leases of County-Owned Property

The county has non-cancelable operating leases of property to others for various operations including recreational, commercial, airport and governmental purposes. Rental income for the year ended June 30, 2010, amounted to $2,110,000 for the General Fund, $422,000 for nonmajor governmental funds, $64,000 for the County Hospital Enterprise Fund and $3,426,000 for nonmajor enterprise funds.

The leased assets included both land and buildings for both governmental and business-type activities. The net book value of the leased buildings was $1,212,000; including cost of $2,056,000 and accumulated depreciation of $844,000. The land leases were primarily associated with business-type activities at the Airport. The cost of the land associated with these leases is indeterminate, as the leased land is a small percentage of Airport land asset.

The following is a schedule of future minimum rental receipts on non-cancelable lease agreements, not including month-to-month lease agreements, as of June 30, 2010 (in thousands):

Fiscal Year Ending June 30	Governmental Activities	Business-type Activities
2011	$ 490	2,415
2012	429	2,238
2013	245	2,031
2014	11	1,898
2015	4	1,853
2016-2020		8,775
2021-2025		7,149
2026-2030		7,060
2031-2035		6,584
2036-2040		4,909
2041-2045		2,389
2046-2050		165
	$ 1,179	47,466

10. LONG-TERM OBLIGATIONS

The following is a summary of long-term liabilities transactions for the year ended June 30, 2010 (in thousands):

	Balance July 1, 2009 (as restated)	Additions	Retirements	Balance June 30, 2010	Amounts Due Within One Year
Governmental activities					
Compensated absences	$ 38,743	32,661	(34,155)	37,249	3,725
Claims payable	114,624	56,095	(43,859)	126,860	25,963
Net OPEB obligation (Note 15)	250,262	79,072	(60,476)	268,858	
Retirement litigation settlement debt service	23,197		(904)	22,293	977
Capital leases	11,680		(4,122)	7,558	2,742
Pension bonds payable	588,920		(33,430)	555,490	39,410
Notes payable	1,384		(52)	1,332	
Other bonds payable	3,260		(405)	2,855	360
Lease revenue bonds	176,084		(9,751)	166,333	10,186
Tax allocation bonds	130,880		(7,130)	123,750	2,215
Special assessments	11,075		(680)	10,395	716
Other noncurrent liabilities	1,669		(556)	1,113	556
Environmental remediation [9]	694		(446)	248	248
Total government funds-gross	1,352,472	167,828	(195,966)	1,324,334	87,098
Capitalized premiums, discounts and deferred amounts on refundings	955		(156)	799	156
Total governmental activities - Long-term obligations - net	$ 1,353,427	167,828	(196,122)	1,325,133	87,254
Business-type activities					
Compensated absences	$ 11,099	10,796	(10,440)	11,455	1,440
Medical liability claims payable	3,361	6,379	(4,221)	5,519	1,369
Capital leases	1,083		(144)	939	310
Notes payable	18,246		(324)	17,922	345
Other noncurrent liabilities	4,633	1,013		5,646	
Landfill post closure and closure liability [1]	649			649	
Lease revenue bonds payable	134,293		(6,348)	127,945	6,640
Total enterprise funds-gross	173,364	18,188	(21,477)	170,075	10,104
Capitalized premiums, discounts and deferred amounts on refundings	(6,820)		825	(5,995)	(825)
Total business-type activities - Long-term obligations - net	$ 166,544	18,188	(20,652)	164,080	9,279
Component unit					
Compensated absences	$ 103	107	(98)	112	12
Net OPEB obligation (Note 15)		210		210	
	$ 103	317	(98)	322	12

At July 1, 2009, the county made the following restatements to governmental activities long-term obligations (in thousands):

Governmental activities long-term obligations as reported in the prior year:	1,351,758
Record adjustments for other noncurrent liabilities	1,669
Governmental long-term obligations as restated - July 1, 2009	1,353,427

Individual issues of bonds and notes outstanding at June 30, 2010, are as follows (in thousands):

Type of indebtedness (purpose)	Maturity	Interest Rates	Annual Principal Installments	Original Issue Amount	Outstanding at June 30, 2010
Governmental activities					
Pension obligation bonds [4],[5]:					
2001 Issue/Remaining 1994 Issue	2014	5.55-6.80%	$ 15,915-33,280	$ 313,640	$ 121,800
2003 Issue	2022	3.98-5.14	0-44,925	322,710	313,510
2005 CCCFPD Issue	2022	4.11-5.06	1,620-10,900	129,900	120,180
					555,490
Lease revenue bonds [8]:					
1998 Lease revenue	2025	3.80-5.15	525-1,745	24,695	18,205
1999 Lease revenue	2028	4.00-5.25	1,095-3,350	66,560	17,579
2001A Lease revenue	2026	3.15-4.15	335-900	13,905	2,505
2001B Lease revenue	2017	4.25-5.20	80-365	5,258	296
2002A Lease revenue	2027	2.75-5.00	155-760	12,650	3,065
2002B Lease revenue	2019	2.00-4.60	930-2,090	25,440	10,690
2003A Lease revenue	2028	2.00-5.00	365-1,240	18,500	6,035
2007A Lease revenue	2028	4.00-5.00	0-13,294	95,544	58,169
2007B Lease revenue	2018	5.00	1,170-4,525	40,337	27,787
2009A Lease revenue	2024	4.48	1,119-2,057	23,121	22,002
					166,333
Tax allocation bonds [3]:					
1999 Tax allocation bond	2029	4.00-5.125	478-3,250	44,615	19,535
2003A Tax allocation bond	2034	3.00-5.85	375-5,055	43,345	6,650
2007A Tax allocation bond	2037	4.00-5.00	285-6,600	87,705	81,540
2007B Tax allocation bond	2037	4.00-5.00	380-1090	16,665	16,025
					123,750
Special assessment debt with government commitment [6]:					
Kensington 91-1	2013	5.25-6.00	150-300	4,684	605
Pleasant Hill BART 93-5	2015	5.44-6.93	55-140	1,530	600
Pleasant Hill BART CFD 92-1	2016	8.00	7-14	171	75
Pleasant Hill BART CFD 98-1	2017	4.20-5.10	135-3,075	4,785	2,795
Norris Canyon 2001-1	2032	4.10-6.10	110-495	7,220	6,320
					10,395
Other bonds payable [2]:					
CCC PFA revenue bonds 2001	2017	4.00-5.69	360-570	6,575	2,855
Notes payable [7]:					
State Energy Commission	2025	3.95	68-122	1,332	1,332
Total governmental activities					$ 860,155

Type of indebtedness (purpose)	Maturity	Interest Rates	Annual Principal Installments	Original Issue Amount	Outstanding at June 30, 2010
Business-type activities					
Notes payable [7]:					
Westamerica note	2017	4.33%	50-161	$ 1,570	$ 950
California Housing Finance Agency	2025	7.8	5-50	600	453
Housing Authority Office Building	2017	7.25	8-2,282	2,848	2,710
Rental Housing Construction Program	2055	3.00		2,627	2,627
California Community Reinvestment Corp	2023	6.60	9-6,443	10,115	9,554
State Energy Commission	2025	3.95	83-149	1,628	1,628
					17,922
Lease revenue bonds [8]:					
Hospital Enterprise					
1999 Los Medanos	2028	3.00-5.25	150-505	8,125	2,091
2001A Los Medanos	2026	3.15-4.15	10-265	4,125	745
2001B CC Regional Medical Center	2027	4.25-5.20	445-1,250	18,517	1,199
2007A Lease revenue	2028	4.00-5.00	0-3,691	26,521	63,016
2007B Lease revenue	2018	5.00	2,485-9,615	69,928	59,048
2009A Lease revenue	2024	4.48	94-173	1,940	1,846
					127,945
Total business-type activities					$ 145,867

NOTES:

(1) State environmental laws require the monitoring by the county of closed landfills for at least thirty years after closure. The liability is recognition of the estimated cost of performing the required post closure monitoring.

(2) Debt service payments are made from restricted property taxes and other revenues recorded in the debt service funds.

(3) The tax allocation bonds are secured by property tax increments. Annual principal and interest payments on the bonds are expected to require 90% of revenues from RDA Debt Service fund. The total principal and interest remaining to be paid on the bonds is $232,228,000. For the current year, principal and interest paid were $13,733,000 and property tax increment revenues were $6,546,000. The tax allocation bonds required 220% of current year's property tax increment revenues.

(4) In 1994, the county issued $337,365,000 in taxable pension obligation bonds. In 2001, the county restructured those bonds with a new issue in the amount of $107,005,000. In April 2003, the county issued $322,710,000 in taxable pension obligation bonds (2003 Series A).

(5) In July 2005, the CCC Fire Protection District issued $129,900,000 in taxable pension obligation bonds (2005 Series). Debt service payments are made from county and CCC Fire Protection District revenues.

(6) Debt service payments are made from special assessment levies on properties in each assessment district. The county administers the assessment and repayment of those bonds. Since early redemption is allowed, there may be differences between the earnings on money received from property owners wishing to pay off their debt early and the interest obligation that accumulates on their debt between the time they submit funds to the county and the next available redemption date,

as stated in the bonds' official statements. The county has historically funded this difference and to that extent may be obligated in some manner for this debt.

Annual principal and interest payments on the special assessment debt are expected to require 75% of revenues. The total principal and interest remaining to be paid on the debt is $16,210,000. For the current year, principal and interest paid were $1,310,000 and revenues were $1,766,000. The special assessment debt required 74% of current year's revenues.

(7) Debt service payments are made from operating revenues.

(8) Debt service payments are made from lease payments by the General Fund, Special Revenue Funds, and County Hospital Enterprise Fund to the Public Financing Authority.

(9) RDA has entered into a global settlement agreement involving four parties to remediate hazardous materials located in Hookston Station, a project in the RDA Capital Projects fund. The estimated cost of the clean up and monitoring is $10,000,000, of which RDA has agreed to pay $2,542,000. During the year, expenditures in the amount of $446,000 were recognized leaving a remaining estimated balance of $248,000 at June 30, 2010.

There are a number of limitations and restrictions contained in the various bond indentures. County management believes that the county is in compliance with all significant limitations and restrictions.

General, special revenue, and internal service funds have been used to liquidate compensated absences and claims payable liabilities within the governmental activities in prior years.

Following is a schedule of debt payment requirements to maturity for governmental activities for long-term obligations, excluding compensated absences, environmental remediation, net OPEB obligation, claims payable, and other noncurrent liabilities that have indefinite maturities, outstanding at June 30, 2010 (in thousands):

Fiscal Year Ending	Capital Lease Obligations		Pension Obligation Bonds		Other Bonds Payable	
June 30	Principal	Interest	Principal	Interest	Principal	Interest
2011	$ 2,742	357	39,410	29,899	360	145
2012	1,715	236	45,990	27,540	385	126
2013	1,008	160	53,795	24,943	405	105
2014	799	107	57,850	21,905	420	82
2015	445	62	28,720	18,622	400	60
2016-2020	829	116	203,120	67,028	885	50
2021-2025	20		126,605	10,073		
Total	$ 7,558	1,038	555,490	200,010	2,855	568

Fiscal Year Ending June 30	Lease Revenue Bonds		Retirement Litigation Settlement	
	Principal	Interest	Principal	Interest
2011	$ 10,186	7,828	976	1,783
2012	9,621	7,378	1,055	1,705
2013	10,186	6,931	1,139	1,621
2014	10,297	6,451	1,230	1,530
2015	10,818	5,962	1,329	1,431
2016-2020	55,959	22,122	8,418	5,382
2021-2025	49,032	8,546	8,146	1,540
2026-2030	10,234	836		
Total	$ 166,333	66,054	22,293	14,992

Fiscal Year Ending June 30	Tax Allocation Bonds		Special Assessment Debt		Notes Payable	
	Principal	Interest	Principal	Interest	Principal	Interest
2011	$ 2,215	6,387	716	590		125
2012	2,305	6,282	772	547	68	57
2013	2,445	6,172	967	497	76	49
2014	2,550	6,052	713	448	79	46
2015	2,670	5,924	768	405	82	43
2016-2020	15,610	27,434	2,074	1,548	463	164
2021-2025	20,095	22,901	1,470	1,117	564	63
2026-2030	25,910	16,921	1,960	604		
2031-2035	33,330	9,178	955	59		
2036-2040	16,620	1,227				
Total	$ 123,750	108,478	10,395	5,815	1,332	547

As of June 30, 2010, annual debt service requirements of business-type activities to maturity, except for compensated absences, medical liability claims payable, landfill post closure liability, and other noncurrent liabilities that have indefinite maturities, are as follows (in thousands):

Fiscal Year Ending June 30	Capital Lease Obligations		Notes Payable		Lease Revenue Bonds	
	Principal	Interest	Principal	Interest	Principal	Interest
2011	$ 310	45	346	1,115	6,640	6,130
2012	325	29	450	1,010	7,987	5,804
2013	200	13	482	978	8,280	5,407
2014	104	3	509	951	8,682	4,996
2015			538	922	9,125	4,564
2016-2020			4,554	3,700	45,244	16,039
2021-2025			8,416	2,169	33,441	5,969
2026-2030				390	8,546	637
2031-2035				391		
2036-2040				395		
2041-2045				395		
2046-2050				395		
2051-2055			2,627	395		
Total	$ 939	90	17,922	13,206	127,945	49,546

Defeased Obligations

On August 3, 2009, unused bond proceeds were used to advance refund and retire $4,850,000 of 2007 Series A and B Tax Allocation Bonds. This early redemption reduced the Authority's aggregate debt service payments by $9,260,000 over the next 27 years.

The county has defeased certain obligations by placing a portion of the proceeds of new debt issuances in irrevocable trusts to provide for all future debt service payments on the refunded obligations. Accordingly, the trust account assets and the liability of the defeased debt are not included on the financial statements of the county. On June 30, 2010, $80,225,000 in outstanding obligations is considered to be defeased.

Legal Debt Limit

As of June 30, 2010, the county's debt limit (5% of valuation subject to taxation) was $7.432 billion. The total amount of debt applicable to the debt limit was $650 million, net of assets in the debt service funds and other deductions allowed by law. The resulting legal debt margin was $6.782 billion.

Arbitrage

The Tax Reform Act of 1986 instituted certain arbitrage restrictions with respect to the issuance of tax-exempt bonds after August 31, 1986. Arbitrage regulations deal with the investment of all tax-exempt bond proceeds at an interest yield greater than the interest yield paid to bondholders. Generally, all interest paid to bondholders can be retroactively rendered taxable if applicable rebates are not reported and paid to the Internal Revenue Service (IRS) at least every five years.

The county engages consultants to perform calculations of excess investment earnings on tax-exempt bonds and as of June 30, 2010, does not expect to incur a liability.

11. CONDUIT DEBT

From time to time Multifamily/Single Family Housing Revenue Bonds have been issued in the county's name to provide mortgage loans secured by first trust deeds on newly constructed and existing housing and to provide funds to builders for construction/remodeling of housing projects.

The bonds do not constitute an indebtedness of the county. They are payable solely from payments made on and secured by a pledge of the acquired mortgage loans or housing units and certain funds and other monies held for the benefit of the bondholders pursuant to the bond indentures. The county is not obligated in any manner for repayment of the indebtedness. Accordingly, no liability has been recorded in the basic financial statements.

As of June 30, 2010, the county had participated in the issuance of 37 series of Multifamily or Single Family Housing Revenue Bonds. The aggregate principal amount remaining payable for the bonds issued was $314,207,000.

Not included in the above amount are two defeased issues totaling $44,370,000.

12. NET ASSETS/FUND BALANCES

The government-wide financial statements and proprietary and fiduciary fund financial statements utilize a net assets presentation. Net assets are categorized as invested in capital assets (net of related debt), restricted, and unrestricted.

- *Invested in capital assets, net of related debt* - This category groups all capital assets, including infrastructure, into one component of net assets. Accumulated depreciation and the outstanding balances of debt that are attributable to the acquisition, construction or improvement of these assets reduce the balance in this category.
- *Restricted net assets* – This category presents external restrictions imposed by creditors, grantors, contributors, laws or regulations of other governments and restrictions imposed by law through constitutional provisions or enabling legislation.
- *Unrestricted net assets* – This category represents net assets of the county, not restricted for any project or other purpose.

In the governmental fund financial statements, reserves segregate portions of fund balance that are either not available for appropriation or are legally restricted by outside parties for use.

As of June 30, 2010, reservations of fund balance are described below:

- *Encumbrances* – to reflect the outstanding contractual obligations for which goods and services have not been received.
- *Inventories* – to reflect the portion of assets, which do not represent available spendable resources.
- *Advances to other funds* – to reflect the amount due from other funds that are long-term in nature. Such amounts do not represent available spendable resources.
- *Prepaid items and deposits* – to reflect amounts paid in advance by the county for goods not yet received or services not yet performed.
- *Land held for resale* – to reflect investment in land, which does not represent available spendable resources.
- *Programs with purpose restrictions* – consists of developer fees collected through the county's Child Care Facilities Ordinance for the purpose of creation or expansion of child care services within the redevelopment project areas and consists of a small landscaping program.
- *Bond proceeds with eligibility restriction* – to account for bond proceeds held in escrow by the trustee for future use on capital projects once certain eligibility requirements are met.
- *Housing projects* – to account for financial resources designated for increasing and improving the supply of housing for persons and families of low or moderate income.

- *Debt service* – to reflect the funds held by trustees or fiscal agents for future payment of bond principal and interest or as reserves. These funds are not available for general operations.
- *Lease purchases* – to reflect the funds held by trustees or fiscal agents for lease purchases.
- *Permanent fund-expendable portion* – to reflect the fund's accumulated expendable earnings.
- *Permanent fund-nonexpendable portion* – to reflect the fund's principal balance, which is not expendable.

In the governmental fund financial statements Unreserved Fund Balance is divided into designated and undesignated portions. The designated portion represents the Board of Supervisors intended future use of available resources, but are subject to change. The undesignated portion represents resources that are available to meet the needs of the government. The designated portion of the Unreserved Fund Balance consists of the following:

- *Equipment replacement* – to reflect financial resources intended for equipment replacement.
- *Litigation/audit* – to reflect financial resources for potential litigation or audit. This is in addition to the amounts in the internal service funds.
- *CCC Fire Protection District reserve designation* – to reflect the financial resources of the Reserve Policy established by the Board of Supervisors to serve as a prudent management tool in maintaining the long-term financial health and stability of the CCC Fire Protection District.
- *General fund capital reserve* – to reflect reserved financial resources by board designation for capital projects.
- *General fund reserve designation* – to reflect the financial resources of the Reserve Policy established by the Board of Supervisors to serve as a prudent management tool in maintaining the long-term financial health and stability of the county.

13. PERMANENT FUND

The Permanent Fund accounts for the financial activities and balances of donor-restricted endowments for the county's libraries. Interest income may be used for the establishment and furnishing of children's areas within libraries, literacy programs and the acquisition of books that meet the criteria of the endowments. In accordance with the terms of the endowments and the California Government Code Section 25355, only the interest income may be used; any unused income may be used in a subsequent year. The amount available for spending, $31,000, at June 30, 2010, is shown on the Statement of Net Assets as Net Assets Restricted for Permanent Fund – expendable portion.

14. EMPLOYEES' RETIREMENT PLAN

A. Plan Description

The CCCERA is a cost-sharing multiple-employer defined benefit pension plan (the plan) governed by the County Employees' Retirement Law of 1937 (the 1937 Act). The plan covers substantially all of the employees of the county, its special districts, the Housing Authority and four other member agencies. The plan issues stand-alone financial statements which can be directly obtained from its office, as indicated in Note 1A.

The plan provides for retirement, disability, death and survivor benefits, in accordance with the 1937 Act. Annual cost-of-living adjustments to retirement benefits can be granted by the Retirement Board as provided by state statutes.

The plan is currently divided into seven benefit sections in accordance with the 1937 Act. These sections are known as General Tier I, Tier II, Tier III enhanced; Safety Tier A, Tier C and Contra Costa County Fire Protection District Safety and Tier 1. On October 1, 2002, the Contra Costa County Board of Supervisors adopted Resolution No. 2002/608, which provides enhanced benefit changes commonly known as 3% at 50 for Safety members and 2% at 55 for general members, effective July 1, 2002, and January 1, 2003, respectively.

Effective January 1, 2007, Contra Costa County and the Deputy Sheriff's Association agreed to adopt a new Safety Tier C for sworn employees hired by the county after December 31, 2006. A Deputy Sheriff hired on or after January 1, 2007, will have a 3% at 50 benefit formula with a 2% maximum COLA and a 36 month final average salary period.

Legislation was signed by the Governor in 2002 which allowed Contra Costa County, effective October 1, 2002, to provide Tier III to all new employees, to move those previously in Tier II to Tier III as of that date, and to apply all future service as Tier III. Tier III was originally created October 1, 1998, and made available to all members with five or more years of Tier II service who elected to transfer to Tier III coverage.

Tier I includes members not mandated to be in Tier II or Tier III and reciprocal members who elect Tier I membership. County employees who were moved to Tier III effective October 1, 2002, continue to have Tier II benefits for service prior to that date unless the service is converted to Tier III.

Safety includes members in active law enforcement, active fire suppression work or certain other "Safety" classifications as designated by the Retirement Board.

Service retirement benefits are based on age, length of service and final average salary in accordance with the California Government Code Section 31462 and 31462.1. For the Tiers I, III and Safety Tier A sections, the retirement benefit is based on a one-year average salary. For Tier II and Safety Tier C, the benefit is based on a three-year average salary.

B. Funding Policy

Pursuant to provisions of the County Employees' Retirement Law of 1937, the Retirement Board recommends the annual contribution rates for adoption by the Board of Supervisors. New contribution rates, based on the actuarial study as of December 31, 2007, became effective July 1, 2009. The contribution requirements are determined as a percentage of payroll.

The employer rates were calculated on the alternate funding method permitted by the California Government Code Section 31453.5. The "entry age normal funding" method is used to calculate the rate required to provide all the benefits promised to a new member.

On March 25, 2009, the Retirement Board decided to leave the unfunded liability (UAAL) derived from periods on or before the December 31, 2007, valuation date to be amortized on a level percent closed basis over 13 years on a declining basis.

Subsequent UAAL's, starting with December 31, 2008, will be amortized in multiple layers (each year will constitute a new layer) with each year's gains/losses amortized over a separate 18 year period on a declining basis.

Active plan members are required to contribute an actuarially determined percentage of their annual covered salary. The required percentage rates vary according to the benefit section and entry age of the employee. The rates in effect during fiscal year 2009-2010 (based on covered payroll as of January 1, 2008) ranged from 4.61% to 17.79% of the employees' annual covered salary.

The county employer rates of contribution, calculated as a percentage of the county's covered payroll as determined in an actuary report as of December 31, 2007, for fiscal year 2009-2010 were:

	Enhanced
General Members, Tier I	24.81 %
General Members, Tier II	N/A
General Members, Tier III	22.98
Safety Members, Tier A	45.06
Safety Members, Tier C	38.89
CCC Fire Protection District - Safety	24.38
CCC Fire Protection District - Tier I	16.96

The county's annual pension cost and prepaid pension asset, computed in accordance with GASB 27, *Accounting for Pensions by State and Local Governmental Employers*, for the year ended June 30, 2010, were as follows (in thousands):

Annual required contribution (county fiscal year basis)	$	143,410
Interest on beginning pension asset		(38,742)
Adjustment to the annual required contribution		109,497
Annual pension cost		214,165
Contributions made (including Retirement Litigation Settlement)		143,410
Increase (Decrease) in pension asset		(70,755)
Net pension asset, beginning of year		473,020
Net pension asset, end of year	$	402,265

The following table shows the county's annual pension cost (APC) and the percentage contributed for the fiscal year 2009-2010 and each of the two preceding fiscal years (in thousands):

Fiscal Year Ended June 30	Annual Pension Cost (APC)	Percentage of APC Contributed	Net Pension Asset
2008	$209,223	76.53 %	$531,741
#2009	221,503	73.49	473,020
2010	214,165	66.96	402,265

#Revised – Updated information received after issuance of June 30, 2009, CAFR.

The county has made its annual required contribution (ARC) for each of the past three years. The difference between the ARC and the APC is due to the amortization of the Net Pension Asset.

CCCERA's funded status based on the most recent actuarial valuation performed by The Segal Company as of December 31, 2008, is as follows:

SCHEDULE OF FUNDED STATUS
(In Thousands)

Actuarial Valuation Date	Actuarial Value of Assets*	Actuarial Accrued Liability	Unfunded Actuarial Accrued Liability	Funded Ratio	Covered Payroll	UAAL as a Percentage of Covered Payroll
12/31/08	$ 5,282,505	$ 5,972,471	$ 689,966	88.5 %	$ 704,948	97.9 %

*Excludes Accounts Payable. Restated to exclude non-valuation reserves.

15. OTHER POSTEMPLOYMENT BENEFIT (OPEB)

A. Plan Description

The county is the plan sponsor and administers a single-employer defined benefit healthcare plan. The plan provides postemployment medical and dental insurance benefits to eligible retired employees and their dependents (County of Contra Costa Post Retirement Health Benefit Plan). Benefit provisions are established and may be amended through negotiations between the county and the respective bargaining units. See Note 18 Commitments and Contingencies – B. Health Insurance.

The county contracts with Kaiser Permanente, Health Net, Contra Costa Health Plans, and the California Public Employees' Retirement System (CalPERS) to provide medical benefits and Delta Dental and PMI Deltacare for dental benefits.

B. Eligibility

County retirees are eligible for membership in the plans upon retirement from the county (drawing a pension from CCCERA or CalPERS). Members in deferred retirement status may maintain membership in county health plans at their own cost and become eligible for coverage as a retiree upon commencement of their pension.

	Primary Government	Blended Component Unit: Housing Authority	Discrete Component Unit: First 5 Contra Costa Children and Families Commission
Active plan members	7,999	98	14
Retirees and beneficiaries receiving benefits	5,251	56	0
Terminated plan members entitled to, but not yet receiving benefits	9	0	1

C. County Funding Policy

The contribution requirements of program members and the county are established and may be amended through negotiations between the county and the respective bargaining units. For the fiscal year ended June 30, 2010, the funding was based on the "pay-go" basis plus a contribution of $21 million to the Contra Costa County Other Postemployment Benefits Irrevocable Trust Fund. For fiscal year ended June 30, 2010, the county paid $39.4 million as the "pay-go" cost (approximately 85.87% of total premiums). Plan members receiving benefits contributed $6.5 million, or approximately 14.13% of the total premiums, through their required contribution. The contributions for fiscal year ended June 30, 2010, were as follows (in thousands):

	Active Employees	Retirees	Total
Total blended premiums at $8,742 per plan member	$ 0	45,906	45,906
Employer pre-funding contributions	0	21,054	21,054
Less: member contributions	0	(6,484)	(6,484)
Total Employer Contributions	$ 0	60,476	60,476

D. Annual OPEB Cost and Net OPEB Obligation

The county's annual other postemployment benefit (OPEB) cost (expense) is calculated based on the annual required contribution of the employer (ARC), an amount actuarially determined in accordance with the parameters of GASB Statement 45. The county charges current costs of these benefits to the employee's department. The county has determined that the future liability is an obligation of the general government. The county records the accrued liability and expense in the general government classification of the Government-wide Statement of Net Assets and Statement of Activities. The ARC represents a level of funding that, if paid on an ongoing basis, is projected to cover normal costs each year and amortize any unfunded actuarial liabilities (or funding excess) over a period not to exceed thirty years. The following table shows the components of the county's annual OPEB cost for the year, the amount actually contributed to the plan, and changes in the county's net OPEB obligation (dollar amounts in thousands):

	Primary Government	Blended Component Unit: Housing Authority[1]	Discrete Component Unit: First 5 Contra Costa Children and Families Commission
Annual required contribution	$ 63,255	874	93
Interest on net OPEB obligation	15,817	42	5
Adjustment to annual required contribution	0	37	(8)
Annual OPEB cost (expense)	79,072	953	90
Contributions made	(60,476)	(219)	0
Increase in net OPEB obligation	18,596	734	90
Net OPEB obligation, beginning of year	250,262	# 931	120
Net OPEB obligation, end of year	$ 268,858	1,665	210

Revised by Housing Authority report, fiscal year ended March 31, 2010
(1) Housing Authority did not have an updated actuarial report for inclusion in their March 31, 2010 audit report.

The county's annual OPEB cost, the percentage of annual OPEB cost contributed to the plan, and the net OPEB obligation for the fiscal year ended June 30, 2010, and the preceding fiscal years, were as follows (dollar amounts in thousands):

Fiscal Year Ended	Annual OPEB Cost	Percentage of Annual OPEB Cost Contributed	Net OPEB Obligation
06/30/10	$ 79,072	76.5 %	$ 268,858
06/30/09	148,935	38.7	250,262
06/30/08	194,980	18.5	158,909

Refer to the Required Supplemental Information for the schedule of funding progress.

E. Funded Status and Funding Progress

As of January 1, 2010, the most recent actuarial valuation date, the actuarial accrued liability for benefits was $1.046 billion of which $41,092,000 is funded. The covered payroll (annual payroll of active employees covered by the plan) was $604,834,000, and the ratio of the unfunded accrued actuarial liability (UAAL) to the covered payroll was 166.15%.

Actuarial valuations of an ongoing plan involve estimates of the value of reported amounts and assumptions about the probability of occurrence of events far into the future. Examples include assumptions about future employment, mortality, and the healthcare cost trend. Amounts determined regarding the funded status of the plan and the annual required contributions of the employer are subject to continual revision as actual results are compared with past exceptions and new estimates are made about the future. The schedule of funding progress, presented as required supplementary information following the notes to the financial statements, presents multi-year trend information about whether the actuarial value of plan assets is increasing or decreasing over time relative to the actuarial accrued liabilities.

F. Actuarial Methods and Assumptions

Projections of benefits for financial reporting purposes are based on the substantive plan (the plan as understood by the employer and the plan members) and include the types of benefits provided at the time of each valuation and the historical pattern of sharing of benefit costs between the employer and plan members to that point. The actuarial methods and assumptions used include techniques that are designed to reduce the effects of short-term volatility in actuarial accrued liabilities and the actuarial value of assets, consistent with the long-term perspective of the calculations.

In the January 1, 2010, actuarial valuation, the entry age normal actuarial cost method was used. The actuarial assumptions included a 6.32% investment rate of return (net of administrative expenses), which is the expected long-term investment return on the county's own investments and an annual healthcare cost trend rate of 10% initially, reduced by 1% decrements to an ultimate rate of 5% after five years. Both rates included a 3.5% inflation assumption. The UAAL is being amortized as a level dollar amount over 30 years on a closed basis. The remaining amortization period is twenty-seven years.

The county began pre-funding benefits at a rate of $20 million per year in fiscal year ended June 30, 2009. The county will pre-fund another $20 million in fiscal year ending June 30, 2011. CCCERA personnel are employees of the county. Their OPEB obligation is included with the county's data.

The department of Child Support Services received authorization from the state to fund an additional $1 million in fiscal year 2009-2010.

G. Blended and Discretely Presented Component Units

Housing Authority of the County of Contra Costa

The Housing Authority of the County of Contra Costa is a blended component unit. Its personnel are covered by a separate OPEB plan administered by the Housing Authority. Housing Authority's annual OPEB cost and net OPEB obligation for the fiscal year ended March 31, 2010, and the preceding fiscal years, were as follows (dollar amounts in thousands):

	Fiscal Year Ended	Annual OPEB Cost	Percentage of Annual OPEB Cost Contributed	Net OPEB Obligation
	03/31/10	$ 953	23.0 %	$ 1,665
#	03/31/09	863	24.6	931
	03/31/08	1,305	78.5	281

#Revised by Housing Authority report, fiscal year ended March 31, 2010

The Housing Authority issues a publicly available financial report that includes financial statements and required supplementary information for the plan. The report may be obtained by submitting a request in writing to the following address:

Housing Authority of the County of Contra Costa
3133 Estudillo Street, Martinez, CA 94553

First 5 Contra Costa Children and Families Commission

First 5 Contra Costa Children and Families Commission is a discretely presented component unit. Its personnel are covered by a separate OPEB plan administered by First 5 Contra Costa Children and Families Commission. First 5 Contra Costa Children and Families Commission's annual OPEB cost and net OPEB obligation for the fiscal year ended June 30, 2010, and the preceding years, were as follows (dollar amounts in thousands):

Fiscal Year Ended	Annual OPEB Cost	Percentage of Annual OPEB Cost Contributed	Net OPEB Obligation
06/30/10	$ 90	0.0 %	$ 210
06/30/09	89	0.0	120
06/30/08	31	0.0	31

First 5 Contra Costa Children and Families Commission issues a publicly available financial report that includes financial statements and required supplementary information for the plan. The report may be obtained by submitting a request in writing to the following address:

First 5 Contra Costa Children and Families Commission
1485 Enea Court, Suite 1200, Concord, CA 94520

16. PATIENT SERVICE REVENUE AND RECEIVABLES

The County Hospital grants credit without collateral to its patients, most of whom are local residents and are insured under third-party payer agreements. Charges for services are reported at estimated net realizable amounts from patients, third-party payers and others for services rendered and include estimated retroactive revenue adjustments due to future audits, reviews, and investigations. Retroactive adjustments are considered in the recognition of revenue on an estimated basis in the period the related services are rendered, and such amounts are adjusted in future periods as adjustments become known or as years are no longer subject to such audits, reviews, or investigations.

Laws and regulations governing the Medicare and Medi-Cal programs are extremely complex and subject to interpretation. As a result, there is at least a reasonable possibility that recorded estimates will change by a material amount in the near term. The County Hospital's Medicare and Medi-Cal cost reports have been audited by the fiscal intermediary through June 30, 2003, and June 30, 2007, respectively. As such, the cost reports for the prior year are still under review by fiscal intermediaries and have not been settled due to certain unresolved reimbursement issues. The county believes it has adequately provided for any liabilities that may arise from the fiscal intermediaries' audits.

Net receivables from patients and third-party payers at June 30, 2010, are summarized as follows (in thousands):

Medicare	$	5,822
Medi-Cal		41,919
Private insurance		3,391
Total Net Patient Receivables	$	51,132

The net receivables from patients and third party payers exclude an allowance for uncollectible non-patient receivables of approximately $17,310,000.

17. RISK MANAGEMENT

The county is exposed to various risk of loss related to liabilities and damages to the public at-large, as well as damage to, loss of, and destruction of assets and has obligations to provide its employees with negotiated and mandated benefits.

The county self-insures its employee dental, state unemployment, management long-term disability, workers' compensation, automotive liability, public liability, and medical liability exposures. The county reports the activities of these exposures through its internal service funds.

With respect to the workers' compensation, automotive liability, public liability and medical liability exposures, the county purchases insurance for the following:

- Workers' Compensation in excess of $750,000 per incident, but limited to a maximum of $50 million; coverage provided by CSAC-EIA (California State Association of Counties Excess Insurance Pooling Fund).

- General and auto liability in excess of $1 million per incident, but limited to a maximum of $50 million.
- Medical malpractice in excess of $500,000 per incident, limited to $11.5 million.

The county is self-insured for most insurable risk, except for excess insurance coverage provided by commercial insurance and reinsurance companies that are limited to the following:

- Airports hangar keepers liability and property damage coverage is limited to a maximum of $100 million with no deductible.
- Property insurance - all risk in excess of $50,000 per incident, but limited to $600 million from loss by fire, lightning, and other perils.
- Property insurance - flood damage in excess of 2% per unit, $100,000 minimum and $500,000 maximum deductible per incident, but limited to $600 million shared aggregate.
- Property insurance - earthquake in excess of 5% per unit, $100,000, but limited to a maximum of $240 million shared aggregate.
- Property insurance - terrorism limited to $200 million with a $500,000 deductible.
- Crime bond coverage in excess of $50,000 per incident, but limited to a maximum of $10 million for fidelity coverage and $250,000 forgery coverage with a $2,500 deductible.
- Watercraft in excess of $1,000 per incident, limited to a maximum of $1 million.
- Sheriff's helicopters limited to $50 million per incident.
- Boiler and machinery limited to $100 million with a $5,000 deductible.

During the past five years there have been no instances of the amount of claim settlements exceeding insurance coverage.

Internal service funds are used to account for the county's self-insurance activities. The county's policy is to provide in each fiscal year, by charges to affected operating funds, amounts sufficient to cover the estimated expenditures for self-insured claims. Charges to operating funds are recorded as expenditures/expenses of such funds and revenues of the internal service funds. Accrual and payment of claims are recorded in the internal service funds.

The county has accrued a liability of $132,379,000 at June 30, 2010, for all self-insured claims in the internal service funds, which includes an amount for incurred, but not reported, claims. The self-insurance reserve is based on actuarially determined amounts for workers' compensation, public and automobile liability, and medical liability and based on management's estimates for all other reserves. In the opinion of the county, the amounts accrued are adequate to cover claims incurred but not reported in addition to known claims.

Changes to the internal service funds' claims liability amount, including medical liability claims payable, for fiscal years 2008-2009 and 2009-2010 are as follows (in thousands):

Liability at June 30, 2008	$ 107,153
FY 2008-2009 claims and changes in estimates	60,181
FY 2008-2009 claim payments	(49,349)
Liability at June 30, 2009	117,985
FY 2009-2010 claims and changes in estimates	62,474
FY 2009-2010 claim payments	(48,080)
Liability at June 30, 2010	$ 132,379

The actuarially determined claims liabilities, including incurred but not reported claims, are based on the estimated ultimate cost of settling the claims, using past experience adjusted for current trends, and any other factors that modify past experience. It also includes incremental claim adjustment expenses. In addition, estimated recoveries on settled and unsettled claims were evaluated in terms of their estimated realizable value and deducted from the liability for unpaid claims.

18. COMMITMENTS AND CONTINGENCIES

A. Grants

The county participates in a number of federal and state grant programs which are subject to financial and compliance audits by the grantors or their representatives. Audits of certain grant programs through June 30, 2010, have not yet been conducted. Accordingly, the county's compliance with applicable grant requirements will be established at some future date. The amount, if any, of expenditures which may be disallowed by the granting agencies cannot be determined at this time. The county believes that such disallowances, if any, would not have a material effect on the basic financial statements.

B. Health Insurance

Health care benefits for active and retired employees are jointly financed by the beneficiaries and by the county. Most employees have a choice of participation in five medical plans: Kaiser Permanente, a private health maintenance organization (HMO); Health Net (HMO); Health Net, a preferred provider organization (PPO); and the Contra Costa Health Plans (CCHP) A and B, operated by the county Health Services Department. Employees represented by either the Deputy Sheriffs' Association (DSA), District Attorney Investigators' Association (DAIA), or United Professional Fire Fighters' IAFF Local 1230, United Chief Officers Association, East Contra Costa Fire Fighters, and Unrepresented Fire Managers are eligible to participate in medical plans administered by the California Public Employees' Retirement System (CalPERS).

For non-CalPERS administered medical plans, the county subvents 74.0%-80.0% of Kaiser Permanente, 68.0%-80.0% of Health Net (HMO), 54.0%-58.0% of Health Net (PPO) and 93.0%-98.0% of CCHP A and 87.0%-90.0% of CCHP B premiums for plan members depending on the employees' union representation. The county subvention for CalPERS administered plans is a flat rate depending on the employees' union representation and the number of dependents covered under the plans. All permanent employees have a choice of two dental plans as follows: a county self-funded plan administered by Delta

Dental and a PMI Delta Care Plan. The county's self-funded plan is an indemnity program and the PMI Delta Care plan is a prepaid program.

The county's contribution to health and dental plans during fiscal year 2009-2010 for active employees was $91,941,000. The county's liability for health care benefits is limited to its annual contribution.

C. Special Assessment Debt

The county is considered to be "obligated in some manner," as defined by GASB Statement No. 6, *Accounting and Financial Reporting for Special Assessments*, for its special assessment debt. The county is obligated to foreclose on properties for which owners have failed to pay assessment installments as they fall due and the county may honor deficiencies to the extent that lien foreclosure proceeds are insufficient. The county's obligation to advance monies to pay debt service in the event of delinquent assessment installments is limited to the amount of remaining original bond proceeds and installments received. Special assessment debt is included in the county's statement of net assets and special assessment transactions are included in the Assessment Districts Debt Service Fund. Debt service payments are made from special assessments of the related special assessment district.

D. Construction Commitments

The county had entered into contracts for the construction of certain projects. At June 30, 2010, there were outstanding commitments of $1,369,000 for Iron Horse Corridor Overcrossing, $4,061,000 for the Bethel Island Bridge, and $7,627,000 for Vasco Road improvements.

E. Pending Legal Matters

Numerous lawsuits are pending or threatened against the county. The county has recorded actuarially determined reserves in the internal service funds to adequately cover estimated potential material adverse losses at June 30, 2010.

19. SUBSEQUENT EVENTS

A. 2010 Lease Revenue Bonds, Series A and B (2010 Bonds)

On November 1, 2010, the County of Contra Costa Public Financing Authority issued $58,055,000 aggregate principal amount in lease revenue bonds. It is comprised of: $6,790,000 of 2010 Series A-1; $13,130,000 of 2010 Series A-2; $20,700,000 of 2010 Series A-3; and $17,435,000 of 2010 Series B (Refunding). The 2010 Series A and B bonds were issued to: i) finance and/or refinance the costs of acquiring, constructing, improving and equipping capital projects; ii) pay capitalized interest with respect to certain 2010 projects; iii) fund deposits into the Reserve Accounts; and iv) pay certain costs associated with the issuance of the 2010 Bonds.

The 2010 Bonds have maturities on June 1, 2020 through June 1, 2040 and have interest rates of 2.50% to 7.00%.

B. East Contra Costa Fire Protection District

On October 27, 2009, the Contra Costa County Board of Supervisors adopted Resolution No. 2009/940 consenting to a change in the governing structure of the East Contra Costa Fire Protection District from an appointed board of directors comprised of the Contra Costa County Board of Supervisors to a board comprised of directors appointed by the cities of Brentwood and Oakley and the County of Contra Costa.

Beginning July 1, 2010, the county's basic financial statements will include all East Contra Costa Fire Protection District's financial activities in the Investment Trust Fund, which accounts for the assets of legally separate entities who make directed investments through the County Treasurer.

THE SEAL OF
CONTRA COSTA COUNTY CALIFORNIA

REQUIRED SUPPLEMENTARY INFORMATION (Other than MD&A)

COUNTY OF CONTRA COSTA
SCHEDULE OF FUNDING PROGRESS
EMPLOYEES' RETIREMENT PLAN
CURRENT YEAR AND THREE YEARS AGO
(In Thousands)

Calendar Year Ended	Actuarial Valuation Date	Actuarial Value of Assets*	Actuarial Accrued Liability	Unfunded Actuarial Accrued Liability	Funded Ratio	Covered Payroll	UAAL as a Percentage of Covered Payroll
2009	Dec. 31, 2008	$ 5,282,505	$ 5,972,471	$ 689,966	88.5 %	$ 704,948	97.9 %
2008	Dec. 31, 2007	5,016,137	5,581,048	564,911	90.0	671,618	84.0
2007	Dec. 31, 2006	4,460,871	5,293,977	833,106	84.0	653,953	127.0
2006	Dec. 31, 2005	4,062,057	4,792,428	730,371	85.0	627,546	116.0

*Excludes Accounts Payable. Restated to exclude non-valuation reserves.

SCHEDULE OF FUNDING PROGRESS
OTHER POSTEMPLOYMENT BENEFITS
CURRENT YEAR AND TWO YEARS AGO
(In Thousands)

Fiscal Year Ended	Actuarial Valuation Date	Actuarial Value of Assets	Actuarial Accrued Liability	Unfunded Actuarial Accrued Liability	Funded Ratio	Annual Covered Payroll	UAAL as a Percentage of Covered Payroll
	Primary Government						
2010	Jan. 1, 2010	$ 41,092	$ 1,046,113	$ 1,004,908	3.93 %	$ 604,834	166.15 %
2009	Jan. 1, 2008	20,038	1,879,031	1,858,993	1.07	625,273	297.31
2008	Jan. 1, 2008	0	2,367,023	2,367,023	0.00	609,856	388.13
	Housing Authority						
2010	Apr. 1, 2009	0	16,457	16,457	0.00	5,279	311.74
2009	Apr. 1, 2008	0	8,237	8,237	0.00	5,345	154.11
2008	Jan. 1, 2006	0	16,457	16,457	0.00	5,279	311.74
	First 5 Contra Costa Children and Families Commission						
2010	July 1, 2008	0	359	359	0.00	1,184	30.32
2009	July 1, 2008	0	359	359	0.00	1,183	30.35
2008	Jan. 1, 2008	0	251	251	0.00	1,059	23.70

COUNTY OF CONTRA COSTA

SCHEDULE OF REVENUES, EXPENDITURES, AND CHANGES IN FUND BALANCE - BUDGET AND ACTUAL

GENERAL FUND

FOR THE FISCAL YEAR ENDED JUNE 30, 2010

(In Thousands)

	Budgeted Amounts		Actual Amounts Budgetary Basis	Variance with Final Budget Positive (Negative)
	Original	Final		
Revenues:				
Taxes	$ 287,403	282,903	291,937	9,034
Licenses, permits and franchise fees	14,260	14,811	11,496	(3,315)
Fines, forfeitures and penalties	14,657	14,660	13,889	(771)
Use of money and property	3,199	3,242	2,673	(569)
Intergovernmental	561,415	577,104	544,262	(32,842)
Charges for services	204,855	223,821	215,363	(8,458)
Other revenue	85,516	86,579	79,246	(7,333)
Total revenues	1,171,305	1,203,120	1,158,866	(44,254)
Expenditures:				
Current:				
General government:				
Administrator	3,924	4,106	3,427	679
ARRA EECBG Projects		108	108	
Assessment Litigation Services		270	269	1
Assessor	16,379	15,899	14,759	1,140
Auditor-Controller	8,129	8,086	7,219	867
Board Mitigation Programs	4,080	4,080	1,061	3,019
Board of Supervisors	5,311	5,244	4,624	620
Building Maintenance	33,249	36,431	36,150	281
Building Occupancy Cost	11,613	12,938	12,694	244
Central Service/Microfilm	655	502	502	
Clerk of the Board	584	584	500	84
Community Access Television	3,122	2,881	773	2,108
County Counsel	5,490	5,467	4,485	982
Crockett-Rodeo Revenues	700	764	764	
Economic Development	30	30	30	
Elections	7,284	7,284	6,868	416
Employee Benefits	5,066	5,016	3,002	2,014
Fleet Services	616	622	212	410
General Services Administration	758	743	733	10
General Services Outside Agency Service	1,106	1,784	1,784	
Human Resources	7,911	7,882	6,919	963
Information Technology	3,680	3,680	3,330	350
Insurance	10,914	10,914	9,546	1,368
Keller Canyon Mitigation	1,419	1,419	1,232	187
Management Information Systems	1,053	990	396	594
Personnel Merit Board	87	87	55	32
Plant Acquisition	12,917	16,396	4,769	11,627
Purchasing	1,009	976	901	75
Revenue Collections	2,699	2,699	2,489	210
Telecommunications	4,002	6,002	4,064	1,938
Treasurer-Tax Collector	5,093	5,335	4,963	372
UAAL Pension Bond Debt Service Transfer	(4,303)	(4,303)	(4,303)	
Total general government	154,577	164,916	134,325	30,591

(continued)

COUNTY OF CONTRA COSTA

SCHEDULE OF REVENUES, EXPENDITURES, AND CHANGES IN FUND BALANCE - BUDGET AND ACTUAL

GENERAL FUND

FOR THE FISCAL YEAR ENDED JUNE 30, 2010

(In Thousands)

	Budgeted Amounts		Actual Amounts Budgetary Basis	Variance with Final Budget Positive (Negative)
	Original	Final		
Public protection:				
Agriculture	5,492	5,460	5,129	331
Animal Services	10,115	10,069	9,454	615
Conflict Defense Services	3,976	3,976	3,775	201
Coroner	2,212	2,392	2,236	156
Criminal Grand Jury	50	70	70	
District Attorney	26,674	27,716	27,212	504
Emergency Services	7,087	12,830	12,232	598
Flood Control	585	1,007	903	104
Grand Jury	147	147	141	6
Jail	71,040	70,740	68,377	2,363
Jail - Health Services	17,585	16,441	16,408	33
Law and Justice Systems	1,333	1,333	1,127	206
Local Agency Information	187	187	187	
Probation - Programs	26,762	25,400	25,378	22
Probation - Facilities	24,562	24,912	24,903	9
Probation - Care of Court Wards	6,947	8,327	8,327	
Public Administrator	320	320	300	20
Public Defender	17,734	17,487	17,486	1
Recorder	3,254	3,193	2,975	218
Sheriff	96,854	100,052	93,576	6,476
Trial Court Programs	18,366	20,363	20,363	
Vehicle Theft Programs	894	894	894	
UAAL Pension Bond Debt Service Transfer	(20,181)	(20,181)	(20,181)	
Total public protection	321,995	333,135	321,272	11,863
Health and sanitation:				
Children's Services	7,755	7,706	7,648	58
Conservator/Guardianship	2,418	2,797	2,797	
Environmental Health	18,462	18,017	16,606	1,411
Health Services Homeless Program	4,295	4,510	4,506	4
Mental Health	121,413	138,047	137,485	562
Public Health	39,188	37,556	37,229	327
Solid Waste Management	386	306	306	
Substance Abuse	16,621	16,621	14,136	2,485
UAAL Pension Bond Debt Service Transfer	(5,421)	(5,421)	(5,421)	
Total health and sanitation	205,117	220,139	215,292	4,847

(continued)

COUNTY OF CONTRA COSTA

SCHEDULE OF REVENUES, EXPENDITURES, AND CHANGES IN FUND BALANCE - BUDGET AND ACTUAL

GENERAL FUND

FOR THE FISCAL YEAR ENDED JUNE 30, 2010

(In Thousands)

	Budgeted Amounts		Actual Amounts Budgetary Basis	Variance with Final Budget Positive (Negative)
	Original	Final		
Public assistance:				
Ann Adler Child & Family	92	92	83	9
ARRA-HPRP/CDBG R Grants		2,315	664	1,651
Community Development	13,837	13,837	5,237	8,600
Community Services	35,850	39,983	37,680	2,303
Housing Rehabilitation	864	864	705	159
EHSD - Administration	3,902	4,527	4,348	179
EHSD - Child & Family	109,253	95,909	91,360	4,549
EHSD - Aging & Adult	96,858	105,315	105,315	
EHSD - Workforce Services	145,516	145,718	127,019	18,699
EHSD - WFRC Investment Board	7,603	12,786	10,803	1,983
Services Integration	815	815	130	685
Veterans Services	722	718	718	
Zero Tolerance Domestic Violence Initiative	2,197	2,430	2,429	1
UAAL Pension Bond Debt Service Transfer	(7,869)	(7,869)	(7,869)	
Total public assistance	409,640	417,440	378,622	38,818
Education:				
Cooperative Extension Services	158	267	225	42
UAAL Pension Bond Debt Service Transfer	(7)	(7)	(7)	
Total education	151	260	218	42
Public ways and facilities:				
Public Works	37,506	36,992	33,341	3,651
Road Construction	11,725	11,725	9,178	2,547
UAAL Pension Bond Debt Service Transfer	(1,678)	(1,678)	(1,678)	
Total public ways and facilities	47,553	47,039	40,841	6,198
Debt service:				
Principal	52	52	52	
Interest	101	101	1	100
Total debt service	153	153	53	100
Total expenditures	1,139,186	1,183,082	1,090,623	92,459
Excess of revenues over expenditures	32,119	20,038	68,243	48,205
Other Financing Sources (Uses):				
Transfers in	17,391	22,324	23,922	1,598
Transfers out	(75,562)	(73,165)	(89,520)	(16,355)
Total other financing sources (uses)	(58,171)	(50,841)	(65,598)	(14,757)
Net change in fund balances	(26,052)	(30,803)	2,645	33,448
Fund Balance at Beginning of Year	130,724	130,724	130,724	
Fund Balance at End of Year	$ 104,672	99,921	133,369	33,448

(concluded)

COUNTY OF CONTRA COSTA

SCHEDULE OF REVENUES, EXPENDITURES, AND CHANGES IN FUND BALANCE - BUDGET AND ACTUAL

CCC FIRE PROTECTION DISTRICT SPECIAL REVENUE FUND

FOR THE FISCAL YEAR ENDED JUNE 30, 2010

(In Thousands)

	Budgeted Amounts		Actual Amounts	Variance with Final Budget Positive (Negative)
	Original	Final		
Revenues:				
Taxes	$ 82,369	80,777	79,200	(1,577)
Licenses, permits, and franchise fees	289	289	507	218
Use of money and property	98	98	26	(72)
Intergovernmental	4,599	4,500	4,145	(355)
Charges for services	4,824	4,724	4,701	(23)
Other revenue			174	174
Total revenues	92,179	90,388	88,753	(1,635)
Expenditures:				
Current:				
Public protection				
Salaries and benefits	79,572	77,872	69,691	8,181
Services and supplies	12,541	11,429	5,450	5,979
Other charges	3,080	3,080	2,623	457
Fixed assets	6,117	6,196	1,284	4,912
Expenditure transfers	9,849	9,882	9,881	1
Total expenditures	111,159	108,459	88,929	19,530
Deficiency of revenues under expenditures	(18,980)	(18,071)	(176)	17,895
Other Financing Sources (Uses):				
Transfers in	2,653	2,653	195	(2,458)
Transfers out	(2,603)	(2,603)		2,603
Total other financing sources (uses)	50	50	195	145
Net change in fund balance	(18,930)	(18,021)	19	18,040
Fund Balance at Beginning of the Year	28,656	28,656	28,656	
Fund Balance at End of Year	$ 9,726	10,635	28,675	18,040

COUNTY OF CONTRA COSTA

SCHEDULE OF REVENUES, EXPENDITURES, AND CHANGES IN FUND BALANCE - BUDGET AND ACTUAL

LAND DEVELOPMENT SPECIAL REVENUE FUND

FOR THE FISCAL YEAR ENDED JUNE 30, 2010

(In Thousands)

	Budgeted Amounts		Actual	Variance with Final Budget Positive
	Original	Final	Amounts	(Negative)
Revenues:				
Licenses, permits and franchise fees	$ 15,583	15,583	8,618	(6,965)
Fines, forfeitures and penalties			1	1
Use of money and property	540	540	228	(312)
Intergovernmental	4,610	4,610	3,138	(1,472)
Charges for services	12,141	12,141	18,365	6,224
Other revenue	13,098	14,198	8,756	(5,442)
Total revenues	45,972	47,072	39,106	(7,966)
Expenditures:				
Current:				
Public protection				
Salaries and benefits	22,463	22,463	21,581	882
Services and supplies	15,371	10,027	3,928	6,099
Other charges	2,394	2,688	2,684	4
Fixed assets	15,173	15,173	105	15,068
Expenditure transfers	(4,214)	836	583	253
Total public protection	51,187	51,187	28,881	22,306
Public assistance				
Services and supplies	4,610	5,541	4,004	1,537
Other charges		125	124	1
Expenditure transfers		44	30	14
Total public assistance	4,610	5,710	4,158	1,552
Public ways and facilities				
Services and supplies	999	999	54	945
Other charges	537	537	226	311
Expenditure transfers	8,076	8,076	4,545	3,531
Total public ways and facilities	9,612	9,612	4,825	4,787
Debt service:				
Interest	12	12	12	
Total expenditures	65,421	66,521	37,876	28,645
Excess (deficiency) of revenues over (under) expenditures	(19,449)	(19,449)	1,230	20,679
Other Financing Sources (Uses):				
Transfers in			519	519
Transfers out	(1,093)	(1,093)	(1,107)	(14)
Total other financing sources (uses)	(1,093)	(1,093)	(588)	505
Net change in fund balance	(20,542)	(20,542)	642	21,184
Fund Balance at Beginning of Year	24,599	24,599	24,599	
Fund Balance at End of Year	$ 4,057	4,057	25,241	21,184

BUDGETS AND BUDGETARY ACCOUNTING

In accordance with the provisions of the California Government Code Sections 29000-29145 and other statutory provisions, commonly known as the County Budget Act, the Board of Supervisors legally adopts a budget for each fiscal year. Budgets are adopted on the modified accrual basis. Prior to June 30 the County Administrator develops, recommends and the Board of Supervisors adopts a proposed budget for the next fiscal year. This is based on preliminary data because the county's books have not yet been closed, ending fund balances have not been established, and the state has not yet adopted its budget. Later, after a series of public hearings the Board of Supervisors adopts a formal budget on or before October 2. This budget establishes the maximum authorized expenditures for the fiscal year that cannot be exceeded except by subsequent amendments to the budget by the Board of Supervisors and is reported in the budgetary comparison schedule as the "Original Budget."

Supplemental appropriations, which are normally financed by unanticipated revenues during the year, and any amendments or transfers of appropriations between summary accounts or departments must be approved by the Board of Supervisors. Pursuant to a Board of Supervisors Resolution, the County Administrator is authorized to approve transfers of appropriations among summary accounts within a department as deemed necessary and appropriate. Accordingly, the legal level of budgetary control by the Board of Supervisors is at the department level. Budgeted amounts amended during the fiscal year by the County Administrator and, when necessary, by resolution of the Board of Supervisors are reported in the budgetary comparison schedule as the "Final Budget."

The objective of the county's budgetary controls is to ensure compliance with legal provisions embodied in the annual budget approved by the Board of Supervisors. No department is permitted to spend and/or encumber more than its available appropriations. Increases in budget appropriations must be approved by the Board of Supervisors as a transfer from the Reserve for Contingencies, as a transfer from another appropriation, or as an appropriation of new or unanticipated revenue. Using the county's automated accounting system, staff of the Auditor-Controller monitors the expenditures of each department to ensure that the departments don't exceed the amounts appropriated by the Board of Supervisors for the year. The county uses an encumbrance system as an extension of normal budgetary accounting. Under this system, purchase orders, contracts, and other commitments for the expenditure of monies are recorded in order to reserve that portion of applicable appropriations. Encumbrances outstanding at year-end are recorded as reservations of fund balance since they do not constitute expenditures or liabilities and are re-established, along with their encumbered appropriations as part of the following year's budget. Any appropriations remaining in the departments at the end of the fiscal year automatically lapse and are transferred to fund balance. The year-end fund balance, along with projected revenues, becomes available for appropriation the following year.

The amounts reported as expenditures by department include amounts charged each department to service the pension obligation bond debt and the liability for the Retirement Litigation Settlement because the budget includes these amounts as expenditures. "UAAL Pension Bond Debt Service Transfer" and "Retirement Litigation Settlement Transfer" are reporting adjustments made at the function level to achieve agreement with the financial statements where these expenditures are reported as transfers in accordance with GASB.

COMBINING AND INDIVIDUAL FUND STATEMENTS AND BUDGETARY SCHEDULES

COUNTY OF CONTRA COSTA
COMBINING BALANCE SHEET
NONMAJOR GOVERNMENTAL FUNDS
JUNE 30, 2010
(In Thousands)

	Special Revenue Funds	Debt Service Funds	Capital Projects Funds	Permanent Fund	Total
Assets:					
Cash and investments	$ 277,630	18,656	12,970	31	309,287
Accounts receivable and accrued revenue	48,976	6,703	561		56,240
Due from other funds	6,063	349	955		7,367
Advances to other funds	6,691				6,691
Notes receivable	12,203		25		12,228
Prepaid items and deposits	299		3		302
Land held for resale	3,229		5,307		8,536
Restricted cash and investments	11,505	18,010	38,041	1,729	69,285
Total assets	$ 366,596	43,718	57,862	1,760	469,936
Liabilities and Fund Balances					
Liabilities:					
Accounts payable and accrued liabilities	$ 9,123	3,086	1,329		13,538
Due to other funds	44,018	7,052	1,083		52,153
Advances from other funds	4,858	109	1,724		6,691
Deferred revenue	15,517		25		15,542
Total liabilities	73,516	10,247	4,161		87,924
Fund Balances:					
Reserved for:					
Encumbrances	8,436		9,773		18,209
Advances to other funds	6,691				6,691
Prepaid items and deposits	299		3		302
Land held for resale	3,229		5,307		8,536
Programs with purpose restrictions			646		646
Bond proceeds with eligibility restrictions	7,521		29,093		36,614
Housing projects	277				277
Debt service		33,471			33,471
Permanent fund-expendable portion				31	31
Permanent fund-nonexpendable portion				1,729	1,729
Unreserved, designated for:					
Equipment replacement	6,834				6,834
Unreserved, undesignated, reported in:					
Special revenue funds	259,793				259,793
Capital projects funds			8,879		8,879
Total fund balances	293,080	33,471	53,701	1,760	382,012
Total liabilities and fund balances	$ 366,596	43,718	57,862	1,760	469,936

COUNTY OF CONTRA COSTA

COMBINING STATEMENT OF REVENUES, EXPENDITURES, AND CHANGES IN FUND BALANCES

NONMAJOR GOVERNMENTAL FUNDS

FOR THE FISCAL YEAR ENDED JUNE 30, 2010

(In Thousands)

	Special Revenue Funds	Debt Service Funds	Capital Projects Funds	Permanent Fund	Total
Revenues:					
Taxes	$ 73,165	19,979	4,177		97,321
Licenses, permits and franchise fees	837				837
Fines, forfeitures and penalties	4,827				4,827
Use of money and property	1,122	26,508	181	67	27,878
Intergovernmental	153,747				153,747
Charges for services	39,281				39,281
Other revenue	18,006	15,738	88		33,832
Total revenues	290,985	62,225	4,446	67	357,723
Expenditures:					
Current:					
General government	3,097	9			3,106
Public protection	101,982				101,982
Health and sanitation	6,960				6,960
Public assistance	30,859	11,697	19,580		62,136
Education	25,231				25,231
Public ways and facilities	52,390				52,390
Recreation and culture	1,166				1,166
Debt service:					
Principal		52,300			52,300
Interest	94	55,913	27		56,034
Total expenditures	221,779	119,919	19,607		361,305
Excess (deficiency) of revenues over (under) expenditures	69,206	(57,694)	(15,161)	67	(3,582)
Other Financing Sources (Uses):					
Transfers in	2,794	56,849	1,122		60,765
Transfers out	(27,648)	(2,406)	(805)	(56)	(30,915)
Total other financing sources (uses)	(24,854)	54,443	317	(56)	29,850
Net change in fund balances	44,352	(3,251)	(14,844)	11	26,268
Fund Balances at Beginning of Year	248,728	36,722	68,545	1,749	355,744
Fund Balances at End of Year	$ 293,080	33,471	53,701	1,760	382,012

THE SEAL OF
CONTRA COSTA COUNTY CALIFORNIA

Nonmajor Special Revenue Funds

SPECIAL REVENUE FUNDS

Special revenue funds are used to account for revenues that are restricted by law or administrative action to expenditures for specified purposes. Nonmajor special revenue funds used by the county are listed below:

ROAD FUND

This fund is used to account for maintenance and construction of roadways. Revenues consist primarily of the county's share of state highway user taxes and are supplemented by federal funds.

LIBRARY FUND

This fund is used to account for library services for all areas of the county except the city of Richmond. Property taxes provide most of the fund's revenues.

OTHER FIRE PROTECTION FUND

This fund is used to account for the East Contra Costa County and Crockett-Carquinez Fire Protection Districts fire protection services in the county. The fund is financed primarily by property taxes.

HEALTH AND SANITATION FUND

This fund is used to account for a variety of health and sanitation services. The fund is financed by state grants, the county's share of the tobacco tax and user fees.

SERVICE AREAS FUND

This fund is used to account for the provision of services such as lighting, park, or street maintenance by special districts to specific areas in the county. The fund is financed by property taxes and user charges.

FLOOD CONTROL FUND

This fund is used to account for the provision of services by special districts to control flood and storm waters. Revenues are primarily received from property taxes and federal grants.

LAW ENFORCEMENT FUND

This fund is used to account for a variety of law enforcement services financed by property taxes, narcotics seizures and court fines and fees.

COURTS AND CRIMINAL JUSTICE FUND

This fund is used to account for the improvement of courthouse and criminal justice facilities and related automated information systems. Revenues are derived from court fines and fees.

RECORDER/CLERK MODERNIZATION FUND

This fund is used to account for automation of civil and small claims functions of the courts and for micrographics and modernization of the Recorder's Office. Revenues received are from filing and recording fees.

REDEVELOPMENT AGENCY (RDA) FUND

This fund is used to account for the financial resources designated for the improvement of targeted low to moderate income housing areas and the elimination of blight.

CHILD DEVELOPMENT FUND

This fund is used to account for the financial resources designated for the county's child development programs.

IN-HOME SUPPORTIVE SERVICES PUBLIC AUTHORITY (IHSS) FUND

This fund is used to account for services to both providers and recipients of in-home care delivered through the In-Home Supportive Services program.

OTHER SPECIAL REVENUE FUND

This fund is used to account for the activities of several non-grant special revenue funds. It includes Fish and Game, Vehicle License Fees (VLF) Securitization, Survey Monuments, Victim Assistance, Sans Crainte Drainage and county water districts.

THE SEAL OF
CONTRA COSTA COUNTY CALIFORNIA

COUNTY OF CONTRA COSTA
COMBINING BALANCE SHEET
SPECIAL REVENUE FUNDS
JUNE 30, 2010
(In Thousands)

	Road	Library	Other Fire Protection	Health & Sanitation	Service Areas	Flood Control
Assets:						
Cash and investments	$ 66,432		9,069	62,617	22,358	54,228
Accounts receivable and accrued revenue	11,649	11,278		4,323	28	277
Due from other funds	2,659		25		137	184
Advances to other funds						
Notes receivable						
Prepaid items and deposits	214			1		3
Land held for resale						
Restricted cash and investments						
Total assets	$ 80,954	11,278	9,094	66,941	22,523	54,692
Liabilities and Fund Balances						
Liabilities:						
Accounts payable and accrued liabilities	$ 1,742	2,237	906	335	116	417
Due to other funds	2,442	197	37	23,770	264	2,021
Advances from other funds						
Deferred revenue	3,072					
Total liabilities	7,256	2,434	943	24,105	380	2,438
Fund Balances:						
Reserved for:						
Encumbrances	2,485	775	4	54		76
Advances to other funds						
Prepaid items and deposits	214			1		3
Land held for resale						
Bond proceeds with purpose restriction						
Housing projects						
Unreserved, designated for:						
Equipment replacement	5,804	119				668
Unreserved, undesignated	65,195	7,950	8,147	42,781	22,143	51,507
Total fund balances	73,698	8,844	8,151	42,836	22,143	52,254
Total liabilities and fund balances	$ 80,954	11,278	9,094	66,941	22,523	54,692

Law Enforcement	Courts & Criminal Justice	Recorder/ Clerk Modernization	Redevelopment Agency	Child Development	In-Home Supportive Services	Other Special Revenue	Total
35,740		8,283	6,023			12,880	277,630
1,408	355	23	120	2,374	213	16,928	48,976
122	369	28	58	1,678	645	158	6,063
						6,691	6,691
			4,667			7,536	12,203
46		15			13	7	299
			3,229				3,229
			11,505				11,505
37,316	724	8,349	25,602	4,052	871	44,200	366,596
469		78	24	1,397	77	1,325	9,123
11,092	639	6	101	2,267	699	483	44,018
			4,858				4,858
			4,667	157		7,621	15,517
11,561	639	84	9,650	3,821	776	9,429	73,516
13		30	4,925			74	8,436
						6,691	6,691
46		15			13	7	299
			3,229				3,229
			7,521				7,521
			277				277
151						92	6,834
25,545	85	8,220		231	82	27,907	259,793
25,755	85	8,265	15,952	231	95	34,771	293,080
37,316	724	8,349	25,602	4,052	871	44,200	366,596

COUNTY OF CONTRA COSTA

COMBINING STATEMENT OF REVENUES, EXPENDITURES, AND CHANGES IN FUND BALANCES

SPECIAL REVENUE FUNDS

FOR THE FISCAL YEAR ENDED JUNE 30, 2010

(In Thousands)

	Road	Library	Other Fire Protection	Health & Sanitation	Service Areas	Flood Control
Revenues:						
Taxes	$ 14,923	19,361	8,949	4,678	5,731	8,312
Licenses, permits and franchise fees					11	733
Fines, forfeitures and penalties				1,947		
Use of money and property	169	38		100	331	135
Intergovernmental	38,400	4,190	551	60,882	142	828
Charges for services	5,404	820	22	92	11,214	15,987
Other revenue	4,882	864	412		271	755
Total revenues	63,778	25,273	9,934	67,699	17,700	26,750
Expenditures:						
Current:						
General government		39				
Public protection			12,052		25,522	25,266
Health and sanitation				6,960		
Public assistance						
Education		25,229			2	
Public ways and facilities	51,846				501	
Recreation and culture					1,166	
Debt service:						
Interest	11			1		
Total expenditures	51,857	25,268	12,052	6,961	27,191	25,266
Excess (deficiency) of revenues over (under) expenditures	11,921	5	(2,118)	60,738	(9,491)	1,484
Other Financing Sources (Uses):						
Transfers in	1,502	351	17		21	107
Transfers out	(505)	(726)		(22,441)	(295)	(1)
Total other financing sources (uses)	997	(375)	17	(22,441)	(274)	106
Net change in fund balances	12,918	(370)	(2,101)	38,297	(9,765)	1,590
Fund Balances at Beginning of Year	60,780	9,214	10,252	4,539	31,908	50,664
Fund Balances at End of Year	$ 73,698	8,844	8,151	42,836	22,143	52,254

Law Enforcement	Courts & Criminal Justice	Recorder/ Clerk Modernization	Redevelopment Agency	Child Development	In-Home Supportive Services	Other Special Revenue	Total
7,179			2,681			1,351	73,165
						93	837
671	2,168					41	4,827
33	1		64	5		246	1,122
9,799				17,863	1,194	19,898	153,747
1,419		1,654				2,669	39,281
541			164	7,665	520	1,932	18,006
19,642	2,169	1,654	2,909	25,533	1,714	26,230	290,985
54	2,979					25	3,097
15,706		2,179				21,257	101,982
							6,960
			2,525	25,261	1,643	1,430	30,859
							25,231
						43	52,390
							1,166
			79	1		2	94
15,760	2,979	2,179	2,604	25,262	1,643	22,757	221,779
3,882	(810)	(525)	305	271	71	3,473	69,206
199	328					269	2,794
(1,071)		(46)	(1,502)	(274)		(787)	(27,648)
(872)	328	(46)	(1,502)	(274)		(518)	(24,854)
3,010	(482)	(571)	(1,197)	(3)	71	2,955	44,352
22,745	567	8,836	17,149	234	24	31,816	248,728
25,755	85	8,265	15,952	231	95	34,771	293,080

COUNTY OF CONTRA COSTA
BUDGETARY COMPARISON SCHEDULE
ROAD SPECIAL REVENUE FUND
FOR THE FISCAL YEAR ENDED JUNE 30, 2010
(In Thousands)

	Budgeted Amounts		Actual	Variance with Final Budget Positive
	Original	Final	Amounts	(Negative)
Revenues:				
Taxes	$ 14,923	14,923	14,923	
Use of money and property	1,503	1,503	169	(1,334)
Intergovernmental	11,932	32,346	38,400	6,054
Charges for services	4,823	7,690	5,404	(2,286)
Other revenue	4,422	4,422	4,882	460
Total revenues	37,603	60,884	63,778	2,894
Expenditures:				
Current:				
Public ways and facilities				
Services and supplies	19,502	37,564	22,876	14,688
Other charges	6,418	7,369	4,070	3,299
Fixed assets	616	616	274	342
Expenditure transfers	21,872	26,658	24,626	2,032
Total public ways and facilities	48,408	72,207	51,846	20,361
Debt service:				
Interest	11	11	11	
Total expenditures	48,419	72,218	51,857	20,361
Excess (deficiency) of revenues over (under) expenditures	(10,816)	(11,334)	11,921	23,255
Other Financing Sources (Uses):				
Transfers in	100	100	1,502	1,402
Transfers out	(519)	(519)	(505)	14
Total other financing sources (uses)	(419)	(419)	997	1,416
Net change in fund balance	(11,235)	(11,753)	12,918	24,671
Fund Balance at Beginning of Year	60,780	60,780	60,780	
Fund Balance at End of Year	$ 49,545	49,027	73,698	24,671

COUNTY OF CONTRA COSTA
BUDGETARY COMPARISON SCHEDULE
LIBRARY SPECIAL REVENUE FUND
FOR THE FISCAL YEAR ENDED JUNE 30, 2010
(In Thousands)

	Budgeted Amounts		Actual	Variance with Final Budget Positive
	Original	Final	Amounts	(Negative)
Revenues:				
Taxes	$ 19,620	19,620	19,361	(259)
Use of money and property	66	66	38	(28)
Intergovernmental	4,100	4,100	4,190	90
Charges for services	1,031	1,031	820	(211)
Other revenue	14	14	864	850
Total revenues	24,831	24,831	25,273	442
Expenditures:				
General government				
Services and supplies		5	4	1
Other charges		25	20	5
Fixed assets	724	728	15	713
Total general government	724	758	39	719
Education				
Salaries and benefits	19,083	18,721	16,980	1,741
Services and supplies	5,112	5,435	4,592	843
Other charges	2,747	2,747	2,311	436
Fixed assets	3,413	3,413	1,314	2,099
Expenditure transfers	32	37	32	5
Total education	30,387	30,353	25,229	5,124
Total expenditures	31,111	31,111	25,268	5,843
Excess (deficiency) of revenues over (under) expenditures	(6,280)	(6,280)	5	6,285
Other Financing Sources (Uses):				
Transfers in	100	100	351	251
Transfers out	(726)	(726)	(726)	
Total other financing sources (uses)	(626)	(626)	(375)	251
Net change in fund balance	(6,906)	(6,906)	(370)	6,536
Fund Balance at Beginning of Year	9,214	9,214	9,214	
Fund Balance at End of Year	$ 2,308	2,308	8,844	6,536

COUNTY OF CONTRA COSTA

BUDGETARY COMPARISON SCHEDULE

OTHER FIRE PROTECTION SPECIAL REVENUE FUND

FOR THE FISCAL YEAR ENDED JUNE 30, 2010

(In Thousands)

	Budgeted Amounts		Actual	Variance with Final Budget Positive
	Original	Final	Amounts	(Negative)
Revenues:				
Taxes	$ 10,378	9,107	8,949	(158)
Use of money and property	30	30		(30)
Intergovernmental	523	523	551	28
Charges for services	96	96	22	(74)
Other revenue	79	79	412	333
Total revenues	11,106	9,835	9,934	99
Expenditures:				
Public protection				
Salaries and benefits	8,588	8,586	8,039	547
Services and supplies	3,527	4,394	2,849	1,545
Other charges	1,730	1,735	998	737
Fixed assets	2,563	1,689	164	1,525
Expenditure transfers		2	2	
Total expenditures	16,408	16,406	12,052	4,354
Deficiency of revenues under expenditures	(5,302)	(6,571)	(2,118)	4,453
Other Financing Sources (Uses):				
Transfers in	87	87	17	(70)
Transfers out	(206)	(206)		206
Total other financing sources (uses)	(119)	(119)	17	136
Net change in fund balance	(5,421)	(6,690)	(2,101)	4,589
Fund Balance at Beginning of the Year	10,252	10,252	10,252	
Fund Balance at End of Year	$ 4,831	3,562	8,151	4,589

COUNTY OF CONTRA COSTA
BUDGETARY COMPARISON SCHEDULE
HEALTH AND SANITATION SPECIAL REVENUE FUND
FOR THE FISCAL YEAR ENDED JUNE 30, 2010
(In Thousands)

	Budgeted Amounts		Actual	Variance with Final Budget Positive
	Original	Final	Amounts	(Negative)
Revenues:				
Taxes	$ 4,661	4,661	4,678	17
Fines, forfeitures and penalties	1,683	1,683	1,947	264
Use of money and property	13	13	100	87
Intergovernmental	19,728	24,938	60,882	35,944
Charges for services	265	265	92	(173)
Total revenues	26,350	31,560	67,699	36,139
Expenditures:				
Current:				
Health and sanitation				
Salaries and benefits	562	581	457	124
Services and supplies	26,582	7,996	3,865	4,131
Other charges	1,647	2,726	2,336	390
Fixed assets		116	62	54
Expenditure transfers	2,008	2,199	240	1,959
Total health and sanitation	30,799	13,618	6,960	6,658
Debt service:				
Interest	1	1	1	
Total expenditures	30,800	13,619	6,961	6,658
Excess (deficiency) of revenues over (under) expenditures	(4,450)	17,941	60,738	42,797
Other Financing Sources (Uses):				
Transfers in	362	362		(362)
Transfers out	(386)	(22,777)	(22,441)	336
Total other financing sources (uses)	(24)	(22,415)	(22,441)	(26)
Net change in fund balance	(4,474)	(4,474)	38,297	42,771
Fund Balance at Beginning of Year	4,539	4,539	4,539	
Fund Balance at End of Year	$ 65	65	42,836	42,771

COUNTY OF CONTRA COSTA
BUDGETARY COMPARISON SCHEDULE
SERVICE AREAS SPECIAL REVENUE FUND
FOR THE FISCAL YEAR ENDED JUNE 30, 2010
(In Thousands)

	Budgeted Amounts		Actual	Variance with Final Budget Positive
	Original	Final	Amounts	(Negative)
Revenues:				
Taxes	$ 5,174	5,221	5,731	510
Licenses, permits and franchise fees	2	2	11	9
Use of money and property	542	542	331	(211)
Intergovernmental	17	52	142	90
Charges for services	7,731	7,824	11,214	3,390
Other revenue	41	112	271	159
Total revenues	13,507	13,753	17,700	3,947
Expenditures:				
Public protection				
Services and supplies	31,639	24,195	15,662	8,533
Other charges	1,930	9,433	9,433	
Fixed assets	1			
Expenditure transfers	688	702	427	275
Total public protection	34,258	34,330	25,522	8,808
Education				
Other charges	328	129	2	127
Total education	328	129	2	127
Public ways and facilities				
Services and supplies	4,678	4,358		4,358
Other charges	558	558	233	325
Expenditure transfers	14	334	268	66
Total public ways and facilities	5,250	5,250	501	4,749
Recreation and culture				
Services and supplies	1,306	1,363	368	995
Other charges	215	362	357	5
Fixed assets	2,563	2,530	115	2,415
Expenditure transfers	305	327	326	1
Total recreation and culture	4,389	4,582	1,166	3,416
Total expenditures	44,225	44,291	27,191	17,100
Deficiency of revenues under expenditures	(30,718)	(30,538)	(9,491)	21,047
Other Financing Sources (Uses):				
Transfers in		18	21	3
Transfers out	(305)	(305)	(295)	10
Total other financing sources (uses)	(305)	(287)	(274)	13
Net change in fund balance	(31,023)	(30,825)	(9,765)	21,060
Fund Balance at Beginning of Year	31,908	31,908	31,908	
Fund Balance at End of Year	$ 885	1,083	22,143	21,060

COUNTY OF CONTRA COSTA
BUDGETARY COMPARISON SCHEDULE
FLOOD CONTROL SPECIAL REVENUE FUND
FOR THE FISCAL YEAR ENDED JUNE 30, 2010
(In Thousands)

	Budgeted Amounts		Actual	Variance with Final Budget Positive
	Original	Final	Amounts	(Negative)
Revenues:				
Taxes	$ 7,931	7,931	8,312	381
Licenses, permits and franchise fees	607	611	733	122
Use of money and property	423	423	135	(288)
Intergovernmental	2,841	2,841	828	(2,013)
Charges for services	14,336	14,336	15,987	1,651
Other revenue	208	208	755	547
Total revenues	26,346	26,350	26,750	400
Expenditures:				
Current:				
Public protection				
Services and supplies	58,819	52,414	11,797	40,617
Other charges	1,110	3,543	2,602	941
Fixed assets	141	141	66	75
Expenditure transfers	7,596	11,899	10,801	1,098
Total public protection	67,666	67,997	25,266	42,731
Public ways and facilities				
Services and supplies	5,014	5,014		5,014
Other charges	1,502	1,502		1,502
Total public ways and facilities	6,516	6,516		6,516
Debt service:				
Principal		16		16
Total expenditures	74,182	74,529	25,266	49,263
Excess (deficiency) of revenues over (under) expenditures	(47,836)	(48,179)	1,484	49,663
Other Financing Sources (Uses):				
Transfers in		1,141	107	(1,034)
Transfers out	(2,032)	(2,832)	(1)	2,831
Total other financing sources (uses)	(2,032)	(1,691)	106	1,797
Net change in fund balance	(49,868)	(49,870)	1,590	51,460
Fund Balance at Beginning of Year	50,664	50,664	50,664	
Fund Balance at End of Year	$ 796	794	52,254	51,460

COUNTY OF CONTRA COSTA
BUDGETARY COMPARISON SCHEDULE
LAW ENFORCEMENT SPECIAL REVENUE FUND
FOR THE FISCAL YEAR ENDED JUNE 30, 2010
(In Thousands)

	Budgeted Amounts		Actual	Variance with Final Budget Positive
	Original	Final	Amounts	(Negative)
Revenues:				
Taxes	$ 7,259	7,497	7,179	(318)
Fines, forfeitures and penalties	750	750	671	(79)
Use of money and property	312	312	33	(279)
Intergovernmental	10,369	10,369	9,799	(570)
Charges for services	1,017	1,017	1,419	402
Other revenue	236	239	541	302
Total revenues	19,943	20,184	19,642	(542)
Expenditures:				
General government				
Services and supplies	4,049	4,049		4,049
Other charges		1		1
Expenditure transfers	720	719	54	665
Total general government	4,769	4,769	54	4,715
Public protection				
Salaries and benefits	1,936	1,929	1,566	363
Services and supplies	16,939	13,899	197	13,702
Other charges	5,161	4,859	2,564	2,295
Fixed assets	322	391	60	331
Expenditure transfers	13,584	16,655	11,319	5,336
Total public protection	37,942	37,733	15,706	22,027
Total expenditures	42,711	42,502	15,760	26,742
Excess (deficiency) of revenues over (under) expenditures	(22,768)	(22,318)	3,882	26,200
Other Financing Sources (Uses):				
Transfers in	1,655	1,655	199	(1,456)
Transfers out	(1,037)	(1,534)	(1,071)	463
Total other financing sources (uses)	618	121	(872)	(993)
Net change in fund balance	(22,150)	(22,197)	3,010	25,207
Fund Balance at Beginning of Year	22,745	22,745	22,745	
Fund Balance at End of Year	$ 595	548	25,755	25,207

COUNTY OF CONTRA COSTA
BUDGETARY COMPARISON SCHEDULE
COURTS AND CRIMINAL JUSTICE SPECIAL REVENUE FUND
FOR THE FISCAL YEAR ENDED JUNE 30, 2010
(In Thousands)

	Budgeted Amounts		Actual	Variance with Final Budget Positive
	Original	Final	Amounts	(Negative)
Revenues:				
Fines, forfeitures and penalties	$ 2,327	2,327	2,168	(159)
Use of money and property	1	1	1	
Intergovernmental	328	328		(328)
Total revenues	2,656	2,656	2,169	(487)
Expenditures:				
General government				
Services and supplies	181	181		181
Other charges	2,763	3,033	2,979	54
Fixed assets	278	8		8
Total expenditures	3,222	3,222	2,979	243
Deficiency of revenues under expenditures	(566)	(566)	(810)	(244)
Other Financing Sources:				
Transfers in			328	328
Total other financing sources			328	328
Net change in fund balance	(566)	(566)	(482)	84
Fund Balance at Beginning of Year	567	567	567	
Fund Balance at End of Year	$ 1	1	85	84

COUNTY OF CONTRA COSTA

BUDGETARY COMPARISON SCHEDULE

RECORDER/CLERK MODERNIZATION SPECIAL REVENUE FUND

FOR THE FISCAL YEAR ENDED JUNE 30, 2010

(In Thousands)

	Budgeted Amounts		Actual	Variance with Final Budget Positive
	Original	Final	Amounts	(Negative)
Revenues:				
Charges for services	$ 1,168	1,168	1,654	486
Total revenues	1,168	1,168	1,654	486
Expenditures:				
Public protection				
Salaries and benefits	1,352	1,352	1,006	346
Services and supplies	7,800	7,800	838	6,962
Other charges	520	520	335	185
Fixed assets	250	250		250
Total expenditures	9,922	9,922	2,179	7,743
Deficiency of revenues under expenditures	(8,754)	(8,754)	(525)	8,229
Other Financing Uses:				
Transfers out	(46)	(46)	(46)	
Total other financing uses	(46)	(46)	(46)	
Net change in fund balance	(8,800)	(8,800)	(571)	8,229
Fund Balance at Beginning of Year	8,836	8,836	8,836	
Fund Balance at End of Year	$ 36	36	8,265	8,229

COUNTY OF CONTRA COSTA

BUDGETARY COMPARISON SCHEDULE

REDEVELOPMENT AGENCY SPECIAL REVENUE FUND

FOR THE FISCAL YEAR ENDED JUNE 30, 2010

(In Thousands)

	Budgeted Amounts		Actual	Variance with Final Budget Positive
	Original	Final	Amounts	(Negative)
Revenues:				
Taxes	$ 1,453	1,453	2,681	1,228
Use of money and property	94	94	64	(30)
Other revenue			164	164
Total revenues	1,547	1,547	2,909	1,362
Expenditures:				
Current:				
Public assistance				
Services and supplies	10,803	10,803	1	10,802
Other charges	6,810	6,810	30	6,780
Fixed assets	2,857	2,857	2,494	363
Total public assistance	20,470	20,470	2,525	17,945
Debt service:				
Principal	1,325	1,325		1,325
Interest	791	79	79	
Total debt service	2,116	1,404	79	1,325
Total expenditures	22,586	21,874	2,604	19,270
Excess (deficiency) of revenues over (under) expenditures	(21,039)	(20,327)	305	20,632
Other Financing Uses:				
Transfers out			(1,502)	(1,502)
Total other financing uses			(1,502)	(1,502)
Net change in fund balance	(21,039)	(20,327)	(1,197)	19,130
Fund Balance at Beginning of Year	17,149	17,149	17,149	
Fund Balance at End of Year	$ (3,890)	(3,178)	15,952	19,130

COUNTY OF CONTRA COSTA
BUDGETARY COMPARISON SCHEDULE
CHILD DEVELOPMENT SPECIAL REVENUE FUND
FOR THE FISCAL YEAR ENDED JUNE 30, 2010
(In Thousands)

	Budgeted Amounts		Actual	Variance with Final Budget Positive
	Original	Final	Amounts	(Negative)
Revenues:				
Use of money and property	$ 1	1	5	4
Intergovernmental	19,025	20,102	17,863	(2,239)
Other revenue	7,446	7,843	7,665	(178)
Total revenues	26,472	27,946	25,533	(2,413)
Expenditures:				
Current:				
Public assistance				
Salaries and benefits	8,014	7,387	6,736	651
Services and supplies	1,642	2,832	2,613	219
Other charges	4,385	5,315	4,198	1,117
Fixed assets	114	114	64	50
Expenditure transfers	12,261	12,242	11,650	592
Total public assistance	26,416	27,890	25,261	2,629
Debt service:				
Interest	1	1	1	
Total expenditures	26,417	27,891	25,262	2,629
Excess of revenues over expenditures	55	55	271	216
Other Financing Uses:				
Transfers out	(274)	(274)	(274)	
Total other financing uses	(274)	(274)	(274)	
Net change in fund balance	(219)	(219)	(3)	216
Fund Balance at Beginning of Year	234	234	234	
Fund Balance at End of Year	$ 15	15	231	216

COUNTY OF CONTRA COSTA

BUDGETARY COMPARISON SCHEDULE

IN-HOME SUPPORTIVE SERVICES PUBLIC AUTHORITY SPECIAL REVENUE FUND

FOR THE FISCAL YEAR ENDED JUNE 30, 2010

(In Thousands)

	Budgeted Amounts		Actual	Variance with Final Budget Positive
	Original	Final	Amounts	(Negative)
Revenues:				
Intergovernmental	$ 1,778	1,778	1,194	(584)
Other revenue	180	180	520	340
Total revenues	1,958	1,958	1,714	(244)
Expenditures:				
Public assistance				
Salaries and benefits	1,044	1,029	899	130
Services and supplies	162	167	147	20
Other charges	541	541	432	109
Expenditure transfers	157	167	165	2
Total expenditures	1,904	1,904	1,643	261
Excess of revenues over expenditures	54	54	71	17
Net change in fund balance	54	54	71	17
Fund Balance at Beginning of Year	24	24	24	
Fund Balance at End of Year	$ 78	78	95	17

COUNTY OF CONTRA COSTA
BUDGETARY COMPARISON SCHEDULE
OTHER SPECIAL REVENUE FUND
FOR THE FISCAL YEAR ENDED JUNE 30, 2010
(In Thousands)

	Budgeted Amounts		Actual	Variance with Final Budget Positive
	Original	Final	Amounts	(Negative)
Revenues:				
Taxes	$ 2,225	2,225	1,351	(874)
Licenses, permits and franchise fees	105	105	93	(12)
Fines, forfeitures and penalties	58	58	41	(17)
Use of money and property	648	648	246	(402)
Intergovernmental	19,498	19,541	19,898	357
Charges for services	2,054	2,054	2,669	615
Other revenue	854	854	1,932	1,078
Total revenues	25,442	25,485	26,230	745
Expenditures:				
Current:				
General government				
Services and supplies	834	834		834
Expenditure transfers	63	63	25	38
Total general government	897	897	25	872
Public protection				
Salaries and benefits	16,899	16,703	16,659	44
Services and supplies	6,032	6,188	3,286	2,902
Other charges	2,685	2,744	820	1,924
Fixed assets		27	27	
Expenditure transfers	920	917	465	452
Total public protection	26,536	26,579	21,257	5,322
Public assistance				
Salaries and benefits	198	205	205	
Services and supplies	11,652	11,755	1,287	10,468
Other charges	490	395	(73)	468
Expenditure transfers	500	606	11	595
Total public assistance	12,840	12,961	1,430	11,531
Public ways and facilities				
Other charges	75	75	3	72
Expenditure transfers	82	82	40	42
Total public ways and facilities	157	157	43	114
Debt service:				
Interest	255	255	2	253
Total expenditures	40,685	40,849	22,757	18,092
Excess (deficiency) of revenues over (under) expenditures	(15,243)	(15,364)	3,473	18,837
Other Financing Sources (Uses):				
Transfers in	3	3	269	266
Transfers out	(4,328)	(4,208)	(787)	3,421
Total other financing sources (uses)	(4,325)	(4,205)	(518)	3,687
Net change in fund balance	(19,568)	(19,569)	2,955	22,524
Fund Balance at Beginning of Year	31,816	31,816	31,816	
Fund Balance at End of Year	$ 12,248	12,247	34,771	22,524

Nonmajor Debt Service Funds

DEBT SERVICE FUNDS

Debt service funds are used to account for accumulation of resources for, and payment of, principal and interest on the county's general long-term debt.

RECREATION AND PARK BONDS FUND

This fund is used to account for accumulated monies for payment of recreation and park bonds. Financing is provided by specific property tax levies.

STORM DRAINAGE BONDS FUND

This fund is used to account for accumulated monies for payment of storm drainage bonds. Financing is provided by specific property tax levies.

PUBLIC FINANCING AUTHORITY (PFA) FUND

This fund is used to account for accumulated monies for payment of general long-term debt incurred for the various financing activities of the County of Contra Costa Public Financing Authority.

FAMILY LAW CENTER FUND

This fund is used to make annual debt service payments on the Family Law Center from money received from the settlement agreement between the county and Contra Costa County Superior Court.

RETIREMENT LITIGATION SETTLEMENT FUND

This fund is used to account for accumulated monies for payment of the additional retirement benefits for retirees from the settlement of Vernon D. Paulson, et. al. vs. Board of Retirement of the Contra Costa County Employees' Retirement Association, et al. The county has entered into an agreement with CCCERA to pay the liability for its share of the additional costs over a twenty year period.

REDEVELOPMENT AGENCY (RDA) FUND

This fund is used to account for accumulated monies for payment of general long-term debt incurred for the purchase of real property within the area of the Redevelopment Agency.

PENSION BOND FUND

This fund is used to account for accumulated monies for payment of taxable pension obligation bonds. These bonds were issued to reduce or extinguish the county's unfunded actuarial accrued liability (UAAL).

CCC FIRE PROTECTION DISTRICT PENSION BOND FUND

This fund is used to account for accumulated monies for payment of taxable pension obligation bonds for the Contra Costa County Fire Protection District. These bonds were issued to reduce or extinguish the fire district's unfunded actuarial accrued liability (UAAL).

ASSESSMENT DISTRICTS FUND

This fund is used to account for accumulated monies for payment of assessment district debt issued to fund assessment district capital improvement projects.

COUNTY OF CONTRA COSTA
COMBINING BALANCE SHEET
DEBT SERVICE FUNDS
JUNE 30, 2010
(In Thousands)

	Recreation and Park Bonds	Storm Drainage Bonds	Public Financing Authority	Family Law Center
Assets:				
Cash and investments	$ 77	1	15	4,092
Accounts receivable and accrued revenue				
Due from other funds				
Restricted cash and investments			10,484	
Total assets	$ 77	1	10,499	4,092
Liabilities and Fund Balances				
Liabilities:				
Accounts payable and accrued liabilities	$			
Due to other funds				327
Advance from other funds				
Total liabilities				327
Fund Balances:				
Reserved for:				
Debt service	77	1	10,499	3,765
Total fund balances	77	1	10,499	3,765
Total liabilities and fund balances	$ 77	1	10,499	4,092

Retirement Litigation Settlement	Redevelopment Agency	CCC Fire Protection District Pension Bond	County Pension Bond	Assessment Districts	Total
	5,436	6,910		2,125	18,656
2,530	2		4,171		6,703
230	119				349
	4,051		1,549	1,926	18,010
2,760	9,608	6,910	5,720	4,051	43,718
2,760				326	3,086
	738		5,987		7,052
	109				109
2,760	847		5,987	326	10,247
	8,761	6,910	(267)	3,725	33,471
	8,761	6,910	(267)	3,725	33,471
2,760	9,608	6,910	5,720	4,051	43,718

COUNTY OF CONTRA COSTA

COMBINING STATEMENT OF REVENUES, EXPENDITURES, AND CHANGES IN FUND BALANCES

DEBT SERVICE FUNDS

FOR THE FISCAL YEAR ENDED JUNE 30, 2010

(In Thousands)

	Recreation and Park Bonds	Storm Drainage Bonds	Public Financing Authority	Family Law Center
Revenues:				
Taxes	$			
Use of money and property			25,716	
Other revenue				4,093
Total revenues			25,716	4,093
Expenditures:				
Current:				
General government			5	
Public assistance				
Debt service:				
Principal			10,156	
Interest			14,851	
Total expenditures			25,012	
Excess (deficiency) of revenues over (under) expenditures			704	4,093
Other Financing Sources (Uses):				
Transfers in			567	
Transfers out			(721)	(328)
Total other financing sources (uses)			(154)	(328)
Net change in fund balances			550	3,765
Fund Balances at Beginning of Year	77	1	9,949	
Fund Balances at End of Year	$ 77	1	10,499	3,765

Retirement Litigation Settlement	Redevelopment Agency	CCC Fire Protection District Pension Bond	County Pension Bond	Assessment Districts	Total
	6,545			13,434	19,979
	5	15	760	12	26,508
		9,849	1,796		15,738
	6,550	9,864	2,556	13,446	62,225
			4		9
	1			11,696	11,697
904	7,130	3,285	30,145	680	52,300
1,856	6,603	5,983	25,990	630	55,913
2,760	13,734	9,268	56,139	13,006	119,919
(2,760)	(7,184)	596	(53,583)	440	(57,694)
2,760	1,941		51,581		56,849
	(756)	(34)		(567)	(2,406)
2,760	1,185	(34)	51,581	(567)	54,443
	(5,999)	562	(2,002)	(127)	(3,251)
	14,760	6,348	1,735	3,852	36,722
	8,761	6,910	(267)	3,725	33,471

COUNTY OF CONTRA COSTA

BUDGETARY COMPARISON SCHEDULE

RECREATION AND PARK BONDS DEBT SERVICE FUND

FOR THE FISCAL YEAR ENDED JUNE 30, 2010

(In Thousands)

	Budgeted Amounts		Actual	Variance with Final Budget Positive
	Original	Final	Amounts	(Negative)
Revenues:	$			
Total revenues				
Expenditures:				
Current:				
Public assistance	77	77		77
Total expenditures	77	77		77
Excess (deficiency) of revenues over (under) expenditures	(77)	(77)		77
Net change in fund balance	(77)	(77)		77
Fund Balance at Beginning of Year	77	77	77	
Fund Balance at End of Year	$		77	77

COUNTY OF CONTRA COSTA
BUDGETARY COMPARISON SCHEDULE
STORM DRAINAGE BONDS DEBT SERVICE FUND
FOR THE FISCAL YEAR ENDED JUNE 30, 2010
(In Thousands)

	Budgeted Amounts		Actual Amounts	Variance with Final Budget Positive (Negative)
	Original	Final		
Revenues:	$			
Total revenues				
Expenditures:				
Current:				
Public assistance	1	1		1
Total expenditures	1	1		1
Excess (deficiency) of revenues over (under) expenditures	(1)	(1)		1
Net change in fund balance	(1)	(1)		1
Fund Balance at Beginning of Year	1	1	1	
Fund Balance at End of Year	$		1	1

COUNTY OF CONTRA COSTA
BUDGETARY COMPARISON SCHEDULE
FAMILY LAW CENTER DEBT SERVICE FUND
FOR THE FISCAL YEAR ENDED JUNE 30, 2010
(In Thousands)

	Budgeted Amounts		Actual	Variance with Final Budget Positive
	Original	Final	Amounts	(Negative)
Revenues:				
Other revenue	$	328	4,093	3,765
Total revenues		328	4,093	3,765
Expenditures:				
Total expenditures				
Excess (deficiency) of revenues over (under) expenditures		328	4,093	3,765
Other Financing Uses:				
Transfers out		(328)	(328)	
Total other financing uses		(328)	(328)	
Net change in fund balance			3,765	3,765
Fund Balance at Beginning of Year				
Fund Balance at End of Year	$		3,765	3,765

COUNTY OF CONTRA COSTA

BUDGETARY COMPARISON SCHEDULE

RETIREMENT LITIGATION SETTLEMENT DEBT SERVICE FUND

FOR THE FISCAL YEAR ENDED JUNE 30, 2010

(In Thousands)

	Budgeted Amounts		Actual	Variance with Final Budget Positive
	Original	Final	Amounts	(Negative)
Revenues:	$			
Total revenues				
Expenditures:				
Debt service:				
Principal	904	904	904	
Interest	1,856	1,856	1,856	
Total expenditures	2,760	2,760	2,760	
Deficiency of revenues under expenditures	(2,760)	(2,760)	(2,760)	
Other Financing Sources:				
Transfers in	2,760	2,760	2,760	
Total other financing sources	2,760	2,760	2,760	
Net change in fund balance				
Fund Balance at Beginning of Year				
Fund Balance at End of Year	$			

COUNTY OF CONTRA COSTA

BUDGETARY COMPARISON SCHEDULE

REDEVELOPMENT AGENCY DEBT SERVICE FUND

FOR THE FISCAL YEAR ENDED JUNE 30, 2010

(In Thousands)

	Budgeted Amounts		Actual	Variance with Final Budget Positive
	Original	Final	Amounts	(Negative)
Revenues:				
Taxes	$ 8,500	8,500	6,545	(1,955)
Use of money and property	994	994	5	(989)
Total revenues	9,494	9,494	6,550	(2,944)
Expenditures:				
Current:				
Public assistance	3	3	1	2
Debt service:				
Principal	2,845	7,131	7,130	1
Interest	6,645	6,645	6,603	42
Total expenditures	9,493	13,779	13,734	45
Excess (deficiency) of revenues over (under) expenditures	1	(4,285)	(7,184)	(2,899)
Other Financing Sources (Uses):				
Transfers in			1,941	1,941
Transfers out			(756)	(756)
Total other financing sources (uses)			1,185	1,185
Net change in fund balance	1	(4,285)	(5,999)	(1,714)
Fund Balance at Beginning of Year	14,760	14,760	14,760	
Fund Balance at End of Year	$ 14,761	10,475	8,761	(1,714)

COUNTY OF CONTRA COSTA

BUDGETARY COMPARISON SCHEDULE

CCC FIRE PROTECTION DISTRICT PENSION BOND DEBT SERVICE FUND

FOR THE FISCAL YEAR ENDED JUNE 30, 2010

(In Thousands)

	Budgeted Amounts		Actual	Variance with Final Budget Positive
	Original	Final	Amounts	(Negative)
Revenues:				
Use of money and property	$ 50	50	15	(35)
Other revenue	2,954	2,954	9,849	6,895
Total revenues	3,004	3,004	9,864	6,860
Expenditures:				
Current:				
Public protection	35	35		35
Debt service:				
Principal	3,285	3,285	3,285	
Interest	5,983	5,983	5,983	
Total expenditures	9,303	9,303	9,268	35
Excess (deficiency) of revenues over (under) expenditures	(6,299)	(6,299)	596	6,895
Other Financing Uses:				
Transfers out	(50)	(50)	(34)	16
Total other financing uses	(50)	(50)	(34)	16
Net change in fund balance	(6,349)	(6,349)	562	6,911
Fund Balance at Beginning of Year	6,348	6,348	6,348	
Fund Balance at End of Year	$ (1)	(1)	6,910	6,911

COUNTY OF CONTRA COSTA
BUDGETARY COMPARISON SCHEDULE
COUNTY PENSION BOND DEBT SERVICE FUND
FOR THE FISCAL YEAR ENDED JUNE 30, 2010
(In Thousands)

	Budgeted Amounts		Actual	Variance with Final Budget Positive
	Original	Final	Amounts	(Negative)
Revenues:				
Use of money and property	$ 310	310	760	450
Other revenue	1,796	1,796	1,796	
Total revenues	2,106	2,106	2,556	450
Expenditures:				
Current:				
General government	2,045	2,045	4	2,041
Debt service:				
Principal	30,145	30,145	30,145	
Interest	25,990	25,990	25,990	
Total expenditures	58,180	58,180	56,139	2,041
Deficiency of revenues under expenditures	(56,074)	(56,074)	(53,583)	2,491
Other Financing Sources:				
Transfers in	54,339	54,339	51,581	(2,758)
Total other financing sources	54,339	54,339	51,581	(2,758)
Net change in fund balance	(1,735)	(1,735)	(2,002)	(267)
Fund Balance at Beginning of Year	1,735	1,735	1,735	
Fund Balance at End of Year	$		(267)	(267)

Nonmajor Capital Projects Funds

CAPITAL PROJECTS FUNDS

Capital projects funds are used to account for financial resources to be used for the acquisition of land or acquisition and construction of major facilities other than those financed in the proprietary funds.

REDEVELOPMENT AGENCY (RDA) FUND

This fund accounts for the acquisition of real property and construction of improvements thereon in the county's unincorporated areas by the Redevelopment Agency for the purpose of removing or preventing blight.

ASSESSMENT DISTRICTS FUND

This fund is used to account for all the capital improvement projects constructed using assessment district funds.

COUNTY OF CONTRA COSTA
COMBINING BALANCE SHEET
CAPITAL PROJECTS FUNDS
JUNE 30, 2010
(In Thousands)

	Redevelopment Agency	Assessment Districts	Total
Assets:			
Cash and investments	$ 12,251	719	12,970
Accounts receivable and accrued revenue (net)	561		561
Due from other funds	955		955
Notes receivable	25		25
Prepaid items and deposits	3		3
Land held for resale	5,307		5,307
Restricted cash and investments	38,015	26	38,041
Total assets	$ 57,117	745	57,862
Liabilities and Fund Balances			
Liabilities:			
Accounts payable and accrued liabilities	$ 1,328	1	1,329
Due to other funds	1,083		1,083
Advances from other funds	1,724		1,724
Deferred revenue	25		25
Total liabilities	4,160	1	4,161
Fund balances:			
Reserved for:			
Encumbrances	9,773		9,773
Prepaid items and deposits	3		3
Land held for resale	5,307		5,307
Programs with purpose restrictions	646		646
Bond proceeds with eligibility restrictions	29,093		29,093
Unreserved, undesignated	8,135	744	8,879
Total fund balances	52,957	744	53,701
Total liabilities and fund balances	$ 57,117	745	57,862

COUNTY OF CONTRA COSTA

COMBINING STATEMENT OF REVENUES, EXPENDITURES, AND CHANGES IN FUND BALANCES

CAPITAL PROJECTS FUNDS

FOR THE FISCAL YEAR ENDED JUNE 30, 2010

(In Thousands)

	Redevelopment Agency	Assessment Districts	Total
Revenues:			
Taxes	$ 4,177		4,177
Use of money and property	180	1	181
Other revenue	88		88
Total revenues	4,445	1	4,446
Expenditures:			
Current:			
Public assistance	19,580		19,580
Debt service:			
Interest	27		27
Total expenditures	19,607		19,607
Excess (deficiency) of revenues over (under) expenditures	(15,162)	1	(15,161)
Other Financing Sources (Uses):			
Transfers in	1,122		1,122
Transfers out	(805)		(805)
Total other financing sources (uses)	317		317
Net change in fund balance	(14,845)	1	(14,844)
Fund Balances at Beginning of Year	67,802	743	68,545
Fund Balances at End of Year	$ 52,957	744	53,701

COUNTY OF CONTRA COSTA
BUDGETARY COMPARISON SCHEDULE
REDEVELOPMENT AGENCY CAPITAL PROJECTS FUND
FOR THE FISCAL YEAR ENDED JUNE 30, 2010
(In Thousands)

	Budgeted Amounts		Actual	Variance with Final Budget Positive
	Original	Final	Amounts	(Negative)
Revenues:				
Taxes	$ 4,701	4,701	4,177	(524)
Use of money and property	314	314	180	(134)
Other revenue	3,034	3,034	88	(2,946)
Total revenues	8,049	8,049	4,445	(3,604)
Expenditures:				
Current:				
Public assistance				
Services and supplies	35,739	34,217	5,159	29,058
Other charges	28,905	30,399	11,922	18,477
Fixed assets	2,520	2,520	1,011	1,509
Expenditure transfers	1,766	1,794	1,488	306
Total public assistance	68,930	68,930	19,580	49,350
Debt service:				
Interest	27	27	27	
Total expenditures	68,957	68,957	19,607	49,350
Deficiency of revenues under expenditures	(60,908)	(60,908)	(15,162)	45,746
Other Financing Sources (Uses):				
Transfers in			1,122	1,122
Transfers out	(4,394)	(4,394)	(805)	3,589
Total other financing sources (uses)	(4,394)	(4,394)	317	4,711
Net change in fund balance	(65,302)	(65,302)	(14,845)	50,457
Fund Balance at Beginning of Year	67,802	67,802	67,802	
Fund Balance at End of Year	$ 2,500	2,500	52,957	50,457

Nonmajor Governmental Fund

PERMANENT FUND

Permanent funds are used to report resources that are legally restricted to the extent that only earnings, not principal, may be used for purposes that support the reporting government's programs. The county's Permanent Fund is included in the combining financial statements of the nonmajor governmental funds (starting on page 98).

LIBRARY GIFT PERMANENT FUND

This fund is used to account for principal trust amounts received and related interest income. The interest portion of the fund is used to support the county libraries.

THE SEAL OF
CONTRA COSTA COUNTY CALIFORNIA

Nonmajor Enterprise Funds

ENTERPRISE FUNDS

Enterprise funds are used to account for operations that are financed and operated in a manner similar to private business enterprises, where the intent of the governing body is to have the costs (expenses, including depreciation and amortization) of providing goods or services to the general public on a continuing basis be financed primarily through user charges; or where the county has decided that periodic determination of revenues earned, expenses incurred and/or net income is appropriate for capital maintenance, public policy, management control, accountability or other purposes.

AIRPORT FUND

This fund was established to account for the financial activities of the Buchanan Field and Byron Airport aviation facilities. Revenues include receipts under rental and lease arrangements involving county airport facilities, and state and federal aid.

SHERIFF LAW ENFORCEMENT TRAINING CENTER FUND

This fund was established to account for the financial activities of the Sheriff Law Enforcement Training Center. The center provides training to law enforcement personnel from the County Sheriff's Office and other agencies. Revenues include tuition fees paid by the student or law enforcement agency and state aid.

CHILD CARE ENTERPRISE FUND

This fund was established to account for the fee-for-service childcare program through the Community Services Bureau. This program was established to meet the needs of families who do not qualify for Child Development programs due to a higher family income yet cannot afford to pay the cost of the market rate for childcare. Revenues will be generated by the program fees for childcare. The revenues are expected to cover the cost of the program operation.

HMO MEDI-CAL PLAN FUND

Revenues and expenditures are capitation payments and costs related to Medi-Cal eligibles enrolled in the Medi-Cal Plan.

HMO COMMERCIAL PLAN FUND

Revenues and expenditures are related to Medicare, county employees, and private citizens enrolled in the Commercial Plan. In addition to monthly insurance capitation payments, revenues include realignment funds, National Master Tobacco Settlement funds, and subsidies from the General Fund.

MAJOR RISK MEDICAL INSURANCE FUND

Revenues and expenditures related to residents who qualify for the state sponsored Aid to Infants and Mothers (AIM) Program and the Major Risk Medical Insurance Program (MRMIP).

COUNTY OF CONTRA COSTA
COMBINING STATEMENT OF NET ASSETS
NONMAJOR ENTERPRISE FUNDS
JUNE 30, 2010
(In Thousands)

	Airport	Sheriff Law Enforcement Training Center	Child Care Enterprise
Assets:			
Current assets:			
Cash and investments	$		22
Accounts receivable and accrued revenue (net)	1,932		
Inventories	32		
Due from other funds	9	382	
Prepaid items and deposits	106	104	
Total current assets	2,079	486	22
Noncurrent assets:			
Capital assets:			
Nondepreciable	11,999		
Depreciable, net	6,706	243	
Total noncurrent assets	18,705	243	
Total assets	$ 20,784	729	22
Liabilities and Net Assets			
Liabilities:			
Current liabilities:			
Accounts payable and accrued liabilities	$ 434	227	
Accrued interest payable	6		
Due to other funds	66	950	12
Deferred revenue	506	17	
Current portion of long-term liabilities	191	3	
Total current liabilities	1,203	1,197	12
Noncurrent portion of long-term liabilities:			
Capital lease obligations	494		
Compensated absences	99	28	
Total noncurrent portion of long-term liabilities	593	28	
Total liabilities	1,796	1,225	12
Net Assets (Deficit):			
Invested in capital assets, net of related debt	18,031	243	
Restricted			
Unrestricted (deficit)	957	(739)	10
Total net assets (deficit)	18,988	(496)	10
Total liabilities and net assets	$ 20,784	729	22

HMO Medi-Cal Plan	HMO Commercial Plan	Major Risk Medical Insurance	Total
5,893		50	5,965
21,234	7,322	257	30,745
			32
6,037	27,376		33,804
			210
33,164	34,698	307	70,756
			11,999
8			6,957
8			18,956
33,172	34,698	307	89,712
15,332	9,699	1	25,693
			6
14,129	20,317	126	35,600
619			1,142
43			237
30,123	30,016	127	62,678
			494
391			518
391			1,012
30,514	30,016	127	63,690
8			18,282
		180	180
2,650	4,682		7,560
2,658	4,682	180	26,022
33,172	34,698	307	89,712

COUNTY OF CONTRA COSTA

COMBINING STATEMENT OF REVENUES, EXPENSES, AND CHANGES IN FUND NET ASSETS

NONMAJOR ENTERPRISE FUNDS

FOR THE FISCAL YEAR ENDED JUNE 30, 2010

(In Thousands)

	Airport	Sheriff Law Enforcement Training Center	Child Care Enterprise
Operating Revenues:			
Use of money and property	$ 3,437		
Charges for services	22	756	
Other revenue	312	23	40
Total operating revenues	3,771	779	40
Operating Expenses:			
Salaries and employee benefits	1,703	868	
Services and supplies	675	189	
Other charges	250	81	
Expense transfers	152	50	31
Depreciation	1,663	31	
Total operating expenses	4,443	1,219	31
Operating income (loss)	(672)	(440)	9
Nonoperating Revenues (Expenses):			
State and federal grants	71	214	
Interest expense	(37)		
Total nonoperating revenues (expenses)	34	214	
Income (Loss) Before Transfers	(638)	(226)	9
Transfers in		301	
Transfers out	(155)	(62)	
Change in net assets	(793)	13	9
Total Net Assets at Beginning of Year	19,781	(509)	1
Total Net Assets at End of Year	$ 18,988	(496)	10

HMO Medi-Cal Plan	HMO Commercial Plan	Major Risk Medical Insurance	Total
	12	1	3,450
113,835	62,732	854	178,199
			375
113,835	62,744	855	182,024
11,322			13,893
96,692	92,721	1,020	191,297
5,202		6	5,539
			233
9			1,703
113,225	92,721	1,026	212,665
610	(29,977)	(171)	(30,641)
	27,269		27,554
(77)	(68)		(182)
(77)	27,201		27,372
533	(2,776)	(171)	(3,269)
	5,423		5,724
(462)			(679)
71	2,647	(171)	1,776
2,587	2,035	351	24,246
2,658	4,682	180	26,022

COUNTY OF CONTRA COSTA
COMBINING STATEMENT OF CASH FLOWS
NONMAJOR ENTERPRISE FUNDS
FOR THE FISCAL YEAR ENDED JUNE 30, 2010
(In Thousands)

	Airport	Sheriff Law Enforcement Training Center	Child Care Enterprise
Cash Flows from Operating Activities:			
Cash received from customers/other funds	$ 3,180	754	49
Cash payment to suppliers for goods and services	(1,217)	(338)	(27)
Cash payment to employees for services	(1,704)	(869)	
Net Cash Provided by Operating Activities	259	(453)	22
Cash Flows from Noncapital Financing Activities:			
State and federal grants	71	214	
Transfers received		301	
Transfers paid	(155)	(62)	
Net Cash Provided by (Used for) Noncapital Financing Activities	(84)	453	
Cash Flows from Capital and Related Financing Activities:			
Acquisition and construction of capital assets	(144)		
Interest paid	(31)		
Lease purchase obligation principal payment	(20)		
Net Cash Used in Capital and Related Financing Activities	(195)		
Net Increase (Decrease) in Cash and Cash Equivalents	(20)		22
Cash and Cash Equivalents at Beginning of Year	20		
Cash and Cash Equivalents at End of Year	$		22
Reconciliation of Operating Income (Loss) to Net Cash Provided by (Used for) Operating Activities:			
Operating income (loss)	$ (672)	(440)	9
Adjustments to Reconcile Operating Loss to Net Cash Provided by (Used for) Operating Activities:			
Depreciation	1,663	31	
Changes in operating assets and liabilities:			
Decrease (increase) in:			
Accounts receivable and accrued revenue	(532)	27	
Inventories	(17)		
Due from other funds	(8)	(52)	9
Prepaid items and deposits	(64)	(22)	
Increase (decrease) in:			
Accounts payable and accrued liabilities	(37)	118	
Due to other funds	(22)	(115)	4
Deferred revenue	(50)		
Accounts payable/payroll	(10)		
Compensated absences	8		
Net Cash Provided by (Used in) Operating Activities	$ 259	(453)	22

HMO Medi-Cal Plan	HMO Commercial Plan	Major Risk Medical Insurance	Total
116,047	57,856	599	178,485
(99,041)	(90,950)	(974)	(192,547)
(11,318)			(13,891)
5,688	(33,094)	(375)	(27,953)
	27,201		27,486
	5,423		5,724
(462)			(679)
(462)	32,624		32,531
			(144)
(77)			(108)
			(20)
(77)			(272)
5,149	(470)	(375)	4,306
744	470	425	1,659
5,893		50	5,965
610	(29,977)	(171)	(30,641)
9			1,703
4,218	(1,721)	(257)	1,735
			(17)
(2,625)	(3,167)	1	(5,842)
			(86)
(1,513)	(1,706)	(26)	(3,164)
4,366	3,477	78	7,788
619			569
(2)			(12)
6			14
5,688	(33,094)	(375)	(27,953)

THE SEAL OF
CONTRA COSTA COUNTY CALIFORNIA

INTERNAL SERVICE FUNDS

FLEET SERVICES

This fund is used to account for the rental of motor vehicles to other departments and related costs.

SELF-INSURANCE FUNDS

These funds are used to account for administrative costs and payments of claims under the various insurance programs. Revenues are primarily premiums paid by other operating funds and interest on investments. The insurance programs are:

Employee Dental Insurance
Long-Term Disability Insurance (Management Employees)
Workers' Compensation Insurance
- County General
- Fire Protection

Automotive Liability Insurance
Public (General) Liability Insurance
State Unemployment Insurance
Medical Liability Insurance
Special District Property Insurance

COUNTY OF CONTRA COSTA
COMBINING BALANCE SHEET
INTERNAL SERVICE FUNDS
JUNE 30, 2010
(In Thousands)

	Fleet Services	Employee Dental Insurance	Long-Term Disability Insurance	Workers' Compensation Insurance County General
Assets:				
Current assets:				
Cash and investments	$ 4,192	4,248	3,535	93,439
Accounts receivable and accrued revenue (net)	29		149	1,608
Inventories	328			
Due from other funds	956			6
Prepaid items and deposits	23			
Total current assets	5,528	4,248	3,684	95,053
Noncurrent assets:				
Capital assets:				
Nondepreciable	426			
Depreciable, net	4,496			81
Total noncurrent assets	4,922			81
Total assets	$ 10,450	4,248	3,684	95,134
Liabilities and Net Assets:				
Liabilities:				
Current liabilites:				
Accounts payable	$ 209			
Due to other funds	547	1	6	438
Claims payable		864	2,703	13,026
Compensated absences payable	8			
Total current liabilities	764	865	2,709	13,464
Noncurrent liabilities:				
Claims payable			541	70,203
Compensated absences payable	74			
Total noncurrent liabilities	74		541	70,203
Total liabilities	838	865	3,250	83,667
Net Assets:				
Invested in capital assets	4,923			81
Unrestricted net assets	4,689	3,383	434	11,386
Total net assets	9,612	3,383	434	11,467
Total liabilities and net assets	$ 10,450	4,248	3,684	95,134

Workers' Compensation Insurance Fire Protection	Automotive Liability Insurance	Public Liability Insurance	State Unemployment Insurance	Medical Liability Insurance	Special District Property Insurance	Total
25,436	4,562	20,050	2,081	4,813	1,573	163,929
325		17	318		34	2,480
						328
1	75					1,038
						23
25,762	4,637	20,067	2,399	4,813	1,607	167,798
						426
		72				4,649
		72				5,075
25,762	4,637	20,139	2,399	4,813	1,607	172,873
						209
75	8	445	30	22	27	1,599
5,426	154	1,794	1,996	1,369		27,332
						8
5,501	162	2,239	2,026	1,391	27	29,148
20,561	691	8,901		4,150		105,047
						74
20,561	691	8,901		4,150		105,121
26,062	853	11,140	2,026	5,541	27	134,269
		72				5,076
(300)	3,784	8,927	373	(728)	1,580	33,528
(300)	3,784	8,999	373	(728)	1,580	38,604
25,762	4,637	20,139	2,399	4,813	1,607	172,873

COUNTY OF CONTRA COSTA

COMBINING STATEMENT OF REVENUES, EXPENSES, AND CHANGES IN FUND NET ASSETS

INTERNAL SERVICE FUNDS

FOR THE FISCAL YEAR ENDED JUNE 30, 2010

(In Thousands)

	Fleet Services	Employee Dental Insurance	Long-Term Disability Insurance	Workers' Compensation Insurance County General
Operating Revenues:				
Charges for services	$ 10,794	9,860	1,824	20,048
Total operating revenues	10,794	9,860	1,824	20,048
Operating Expenses:				
Salaries and employee benefits	1,219			
Services and supplies	5,656	570	25	5,271
Benefit and claim expense		8,831	336	22,405
Other charges	1,118			
Depreciation	1,390			10
Total operating expenses	9,383	9,401	361	27,686
Operating Income (Loss)	1,411	459	1,463	(7,638)
Nonoperating Revenues (Expenses):				
State and federal grants	80			
Investment income		10	8	1,865
Other charges	(59)			
Total nonoperating revenues (expenses)	21	10	8	1,865
Income (loss) before capital contributions and transfers	1,432	469	1,471	(5,773)
Transfers in	368			
Transfers out	(60)			
Change in net assets	1,740	469	1,471	(5,773)
Total Net Assets at Beginning of Year	7,872	2,914	(1,037)	17,240
Total Net Assets at End of Year	$ 9,612	3,383	434	11,467

Workers' Compensation Insurance Fire Protection	Automotive Liability Insurance	Public Liability Insurance	State Unemployment Insurance	Medical Liability Insurance	Special District Property Insurance	Total
4,203	885	4,442	2,637	2,000	1,581	58,274
4,203	885	4,442	2,637	2,000	1,581	58,274
						1,219
554	125	4,669	15	345	1,516	18,746
4,026	384	4,631	3,009	4,221	237	48,080
						1,118
		9				1,409
4,580	509	9,309	3,024	4,566	1,753	70,572
(377)	376	(4,867)	(387)	(2,566)	(172)	(12,298)
						80
586	35	302	5			2,811
						(59)
586	35	302	5			2,832
209	411	(4,565)	(382)	(2,566)	(172)	(9,466)
						368
						(60)
209	411	(4,565)	(382)	(2,566)	(172)	(9,158)
(509)	3,373	13,564	755	1,838	1,752	47,762
(300)	3,784	8,999	373	(728)	1,580	38,604

COUNTY OF CONTRA COSTA
COMBINING STATEMENT OF CASH FLOWS
INTERNAL SERVICE FUNDS
FOR THE FISCAL YEAR ENDED JUNE 30, 2010
(In Thousands)

		Fleet Services	Employee Dental Insurance	Long-Term Disability Insurance
Cash Flows from Operating Activities:				
Cash received from customers/other funds	$	10,918	9,860	1,829
Cash payment to suppliers for goods and services		(6,941)	(10,000)	(892)
Cash payment to employees for services		(1,220)		
Net Cash Provided by (Used for) Operating Activities		2,757	(140)	937
Cash Flows from Noncapital Financing Activities:				
State and federal grants		80		
Transfers received		40		
Transfers paid out		(60)		
Net Cash Provided by Noncapital Financing Activities		60		
Cash Flows from Capital and Related Financing Activities:				
Acquisition and construction of capital assets		(2,216)		
Net Cash Used in Capital and Related Financing Activities		(2,216)		
Cash Flows from Investing Activities:				
Interest received on investments			9	8
Net Cash Provided by Investing Activities			9	8
Net Increase (Decrease) in Cash and Cash Equivalents		601	(131)	945
Cash and Cash Equivalents at Beginning of Year		3,591	4,379	2,590
Cash and Cash Equivalents at End of Year	$	4,192	4,248	3,535
Reconciliation of Operating Income to Net Cash Provided by (Used for) Operating Activities:				
Operating Income (Loss)	$	1,411	459	1,463
Adjustments to Reconcile Operating Income (Loss) to Net Cash Provided by Operating Activities:				
Depreciation		1,390		
Changes in operating assets and liabilities:				
Decrease (increase) in:				
Accounts receivable and accrued revenue		(12)		5
Due from other funds		153		
Increase (decrease) in:				
Accounts payable and accrued liabilities		4		(531)
Claims payable		(17)		
Due to other funds		(167)	(599)	
Compensated absences		(5)		
Net Cash Provided by (Used for) Operating Activities	$	2,757	(140)	937
Noncash investing, capital, and financing activities:				
Transfer of capital asset	$	(59)		

Workers' Compensation Insurance County General	Workers' Compensation Insurance Fire Protection	Automotive Liability Insurance	Public Liability Insurance	State Unemployment Insurance	Medical Liability Insurance	Special District Property Insurance	Total
18,435	27,750	877	4,577	2,422	2,000	1,547	80,215
(18,167)	(3,528)	(395)	(7,915)	(2,460)	(2,427)	(1,733)	(54,458)
							(1,220)
268	24,222	482	(3,338)	(38)	(427)	(186)	24,537
							80
							40
							(60)
							60
(91)			(81)				(2,388)
(91)			(81)				(2,388)
1,865	586	35	302	5			2,810
1,865	586	35	302	5			2,810
2,042	24,808	517	(3,117)	(33)	(427)	(186)	25,019
91,397	628	4,045	23,167	2,114	5,240	1,759	138,910
93,439	25,436	4,562	20,050	2,081	4,813	1,573	163,929
(7,638)	(377)	376	(4,867)	(387)	(2,566)	(172)	(12,298)
10			9				1,409
(1,607)	23,548		135	(215)		(34)	21,820
(6)	(1)	(8)					138
9,678							9,151
	1,027	117	1,397	547	2,158		5,229
(169)	25	(3)	(12)	17	(19)	20	(907)
							(5)
268	24,222	482	(3,338)	(38)	(427)	(186)	24,537
							(59)

THE SEAL OF
CONTRA COSTA COUNTY CALIFORNIA

FIDUCIARY FUNDS

PENSION (AND OTHER EMPLOYEE BENEFIT) TRUST FUNDS

PENSION TRUST FUND

This fund is under the control of the Contra Costa County Employees' Retirement Association and is governed by the rules and regulations of the Retirement Act of 1937. The fund accumulates contributions from the county, contributions from employees, and earnings from the fund's investments. Disbursements are made from the fund for retirements, postemployment benefits, disability and death benefits, refund and administrative costs. This fund includes all assets of the retirement system.

OTHER POSTEMPLOYMENT BENEFITS IRREVOCABLE TRUST

This dedicated irrevocable trust fund accounts for the partial pre-funding of the county's postemployment health benefits plan. This plan provides health benefits to certain retired employees and their spouses and dependents.

AGENCY FUNDS

TAX LOSSES RESERVE

This fund was established as a reserve for all delinquent secured taxes. It accumulates gains from tax sales and specified amounts of penalties and interest collected on delinquent secured taxes to cover possible future losses on the sale of tax-deeded property.

UNAPPORTIONED TAXES

This fund is used to account for unsecured taxes receivable, delinquent secured taxes, amounts which are impounded because of disputes or litigation and amounts held pending authority for apportionment.

OTHER AGENCIES

This fund is used to account for assets held by the county for individuals, private organizations and other governmental units. This fund includes payroll deduction clearing and other collections clearing monies.

COUNTY OF CONTRA COSTA

COMBING STATEMENT OF NET ASSETS

PENSION (AND OTHER EMPLOYEE BENEFIT) TRUST FUNDS

JUNE 30, 2010

(In Thousands)

	Pension Trust*	CCC OPEB Irrevocable Trust	Totals
Assets:			
Cash and investments	$ 202,280	41,070	243,350
Cash collateral - securities lending	461,577		461,577
Investments pension trust			
Stocks	2,169,486		2,169,486
Bonds	1,412,261		1,412,261
Real estate	492,044		492,044
Alternative investments	249,373		249,373
Receivables	230,497		230,497
Due from other agencies	7,080	22	7,102
Prepaid items and deposits	690		690
Capital assets, net	1,376		1,376
Total assets	5,226,664	41,092	5,267,756
Liabilities and Net Assets			
Liabilities:			
Accounts payable and accrued liabilities	284,489		284,489
Employee benefits payable	3,869		3,869
Securities lending	461,576		461,576
Total liabilities	749,934		749,934
Net Assets:			
Held in trust for employees' pension benefits/ other postemployment benefits	4,476,730	41,092	4,517,822
Total net assets	$ 4,476,730	41,092	4,517,822

*CCCERA reported for Year ended December 31, 2009

COUNTY OF CONTRA COSTA

COMBINING STATEMENT OF CHANGES IN NET ASSETS

PENSION (AND OTHER EMPLOYEE BENEFIT) TRUST FUNDS

FOR THE FISCAL YEAR ENDED JUNE 30, 2010

(In Thousands)

	Pension Trust*	CCC OPEB Irrevocable Trust	Totals
Additions:			
Employer contributions	$ 195,614	60,381	255,995
Plan member contributions	66,536	6,484	73,020
Investment income	778,014	94	778,108
Investment expense	(26,717)		(26,717)
Total additions	1,013,447	66,959	1,080,406
Deductions:			
Benefits paid	266,867	45,905	312,772
Refunds of contributions	4,628		4,628
Administrative and other expenses	7,359		7,359
Prepayment discount	6,981		6,981
Other	581		581
Total deductions	286,416	45,905	332,321
Net Increase	727,031	21,054	748,085
Net Assets Held In Trust at Beginning of Year	3,749,699	20,038	3,769,737
Net Assets Held in Trust at End of Year	$ 4,476,730	41,092	4,517,822

*CCCERA reported for Year ended December 31, 2009

COUNTY OF CONTRA COSTA

STATEMENT OF CHANGES IN FIDUCIARY ASSETS AND LIABILITIES

AGENCY FUNDS

FOR THE FISCAL YEAR ENDED JUNE 30, 2010

(In Thousands)

	Balance July 1, 2009	Additions	Deductions	Balance June 30, 2010
Tax Losses Reserve:				
Assets:				
Cash and investments	$ 65,920	28,104	9,214	84,810
Due from other governments	9,289	8,459	9,289	8,459
Total assets	$ 75,209	36,563	18,503	93,269
Liabilities:				
Due to other governments	$ 9,000	9,000	9,000	9,000
Tax loss guarantees	66,209	27,274	9,214	84,269
Total liabilities	$ 75,209	36,274	18,214	93,269
Unapportioned Taxes:				
Assets:				
Accounts receivable	$ 8,647	178,880	96,689	90,838
Due from other governments	50,212	543,772	50,213	543,771
Taxes receivable	263,221	1,205,407	1,253,921	214,707
Total assets	$ 322,080	1,928,059	1,400,823	849,316
Liabilities:				
Accounts payable	$ 23,924	186,008	104,505	105,427
Due to other governments	194,709	646,447	194,709	646,447
Unapportioned taxes	103,447	1,701,422	1,707,427	97,442
Total liabilities	$ 322,080	2,533,877	2,006,641	849,316
Other Agencies:				
Assets:				
Cash and investments	$ 84,365	1,499,597	1,512,455	71,507
Accounts receivable	10,761	25,267	22,962	13,066
Due from other governments		6,871	6,871	
Total assets	$ 95,126	1,531,735	1,542,288	84,573
Liabilities:				
Warrants outstanding	$ 25,475	540,133	543,307	22,301
Accounts payable	12,457	863,516	866,274	9,699
Due to other governments		1,943	1,943	
Due to other agencies and districts	57,194	201,720	206,341	52,573
Total liabilities	$ 95,126	1,607,312	1,617,865	84,573

(continued)

COUNTY OF CONTRA COSTA

STATEMENT OF CHANGES IN FIDUCIARY ASSETS AND LIABILITIES

AGENCY FUNDS

FOR THE FISCAL YEAR ENDED JUNE 30, 2010

(In Thousands)

	Balance July 1, 2009	Additions	Deductions	Balance June 30, 2010
Totals-Agency Funds:				
Assets:				
Cash and investments	$ 150,285	1,527,701	1,521,669	156,317
Accounts receivable	19,408	204,147	119,651	103,904
Due from other governments	59,501	559,102	66,373	552,230
Taxes receivable	263,221	1,205,407	1,253,921	214,707
Total assets	$ 492,415	3,496,357	2,961,614	1,027,158
Liabilities:				
Warrants outstanding	$ 25,475	540,133	543,307	22,301
Accounts payable	36,381	1,049,524	970,779	115,126
Due to other governments	203,709	657,390	205,652	655,447
Unapportioned taxes	103,447	1,701,422	1,707,427	97,442
Tax loss guarantees	66,209	27,274	9,214	84,269
Due to other agencies and districts	57,194	201,720	206,341	52,573
Total liabilities	$ 492,415	4,177,463	3,642,720	1,027,158

(concluded)

THE SEAL OF
CONTRA COSTA COUNTY CALIFORNIA

Statistical Section

COUNTY OF CONTRA COSTA

Statistical Section

This part of the county's comprehensive annual financial report presents detailed information as a context for understanding what the information in the financial statements, note disclosures, and required supplementary information says about the county's overall financial health.

Financial Trends

These schedules contain trend information to help the reader understand how the county's financial performance and well-being have changed over time.

Revenue Capacity

These schedules contain information to help the reader assess the county's most significant local revenue source, property taxes.

Debt Capacity

These schedules present information to help the reader assess the affordability of the county's current levels of outstanding debt and the county's ability to issue additional debt in the future.

Economic & Demographic Information

These schedules offer demographic and economic indicators to help the reader understand the environment within which the county's financial activities take place.

Operating Information

These schedules contain service and capital asset data to help the reader understand how the information in the county's financial report relates to the services the county provides and the activities it performs.

Note: The county implemented GASB Statement No. 34 in fiscal year 2001-02. Schedules presenting government-wide information include information beginning in that year.

COUNTY OF CONTRA COSTA

NET ASSETS BY COMPONENT[1]

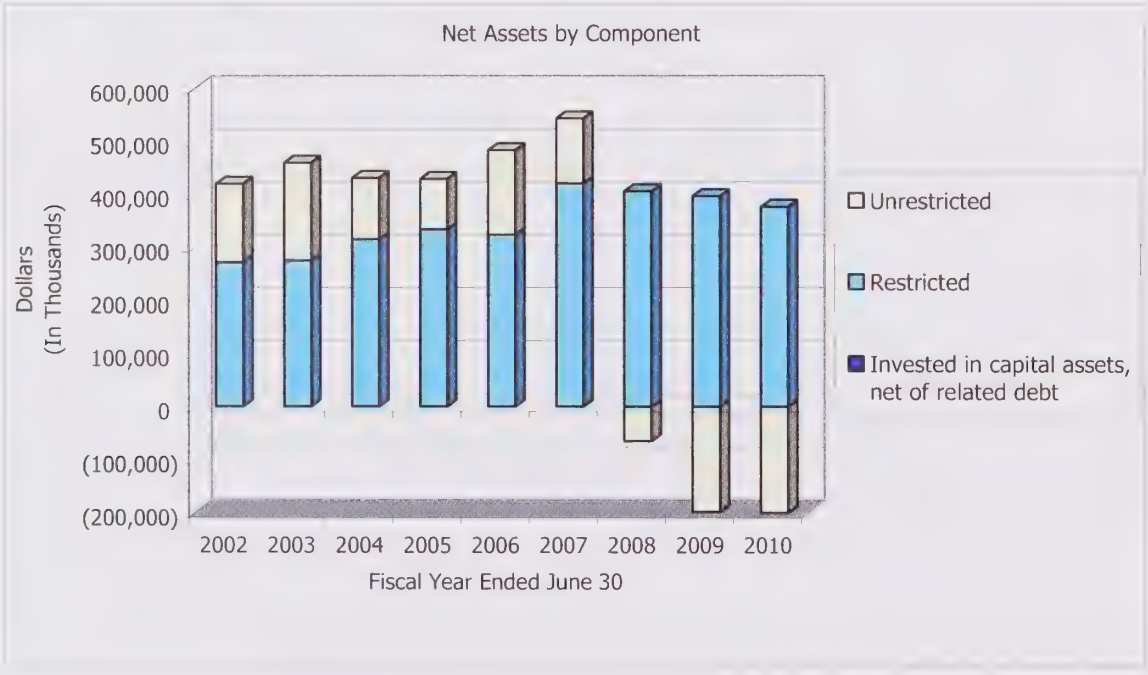
LAST NINE FISCAL YEARS

(Accrual basis of accounting)

(In Thousands)

(Unaudited)

	Fiscal Year Ending June 30								
	2002	2003	2004	2005	2006	2007	2008	2009	2010
Governmental activities									
Invested in capital assets, net of related debt[2]	$ 437,866	415,444	400,332	420,834	436,879	415,045	524,350	543,582	574,525
Restricted	259,481	264,054	303,797	319,706	309,387	401,842	380,563	369,912	361,709
Unrestricted	131,292	161,121	70,953	58,002	136,193	104,895	(75,238)	(203,042)	(209,290)
Total governmental activities net assets	828,639	840,619	775,082	798,542	882,459	921,782	829,675	710,452	726,944
Business-type activities									
Invested in capital assets, net of related debt	38,558	41,987	52,808	58,366	63,957	62,470	57,778	55,131	53,936
Restricted	11,376	10,535	10,535	13,132	14,242	18,483	24,591	26,121	14,177
Unrestricted	16,798	22,929	45,146	37,935	23,257	17,559	10,487	5,157	9,616
Total business-type activities net assets	66,732	75,451	108,489	109,433	101,456	98,512	92,856	86,409	77,729
Primary government									
Invested in capital assets, net of related debt	476,424	457,431	453,140	479,200	500,836	477,515	582,128	598,713	628,461
Restricted	270,857	274,589	314,332	332,838	323,629	420,325	405,154	396,033	375,886
Unrestricted	148,090	184,050	116,099	95,937	159,450	122,454	(64,751)	(197,885)	(199,674)
Total primary government net assets	$ 895,371	916,070	883,571	907,975	983,915	1,020,294	922,531	796,861	804,673



[1] Accounting standards require that net assets be reported in three components in the financial statements: invested in capital assets, net of related debt; restricted; and unrestricted. Net assets are considered restricted only when an external party, such as to state or federal government, places a restriction on how the resources may be used, or through enabling legislation enacted by the county.

[2] Capital assets include land, easements, infrastructure, construction in progress, structures & improvements, intangibles, and equipment.

Trend data is only available for the last nine fiscal years due to the implementation of GASB 34 in fiscal year ending June 30, 2002.

Source: Comprehensive Annual Financial Report - County of Contra Costa, California

COUNTY OF CONTRA COSTA
CHANGES IN NET ASSETS
LAST NINE FISCAL YEARS
(Accrual basis of accounting)
(In Thousands)
(Unaudited)

	Fiscal Year Ending June 30								
	2002	2003	2004	2005	2006	2007	2008	2009	2010
Expenses									
Governmental activities									
General government	$ 115,534	91,367	103,796	129,016	166,470	165,911	211,224	199,218	213,086
Public protection	365,757	403,297	421,782	441,068	451,053	500,698	566,154	552,037	510,384
Health and sanitation	184,109	209,772	220,135	201,567	185,966	181,922	234,551	240,383	229,002
Public assistance	328,450	372,499	391,906	391,620	396,538	426,503	468,892	461,159	422,492
Education	16,364	18,822	20,217	21,321	22,647	25,452	30,040	28,983	24,868
Public ways and facilities	56,197	58,886	56,983	63,648	76,561	99,630	86,443	60,726	36,300
Recreation and culture	793	875	1,294	1,421	1,425	1,298	1,141	1,447	991
Interest on debt	36,340	33,029	48,072	48,855	55,532	81,243	73,873	61,239	56,651
Total governmental activities expenses	1,103,544	1,188,547	1,264,185	1,298,516	1,356,192	1,482,657	1,672,318	1,605,192	1,493,774
Business-type activities									
County Hospital	229,584	245,497	275,301	306,871	310,911	325,208	353,511	372,416	382,306
Housing Authority	65,038	82,591	99,676	101,331	97,351	97,278	98,849	97,217	101,047
Airport	4,323	4,554	4,668	4,903	5,239	4,972	5,183	5,127	4,480
Sheriff Law Enforcement Training Center	1,106	1,578	1,435	1,288	1,319	1,504	1,331	1,266	1,219
Child Care Enterprise							6	12	31
Health Maintenance Organization [1]	112,386	117,677	136,374	142,887					
HMO Medi-Cal Plan					69,434	81,703	85,645	97,827	113,302
HMO Commercial Plan					83,654	90,646	100,855	112,316	92,789
Major risk medical insurance	931	1,744	1,104	1,819	1,625	1,892	1,288	1,013	1,026
Total business-type activities expenses	413,368	453,641	518,558	559,099	569,533	603,203	646,668	687,194	696,200
Total primary government expenses	$ 1,516,912	1,642,188	1,782,743	1,857,615	1,925,725	2,085,860	2,318,986	2,292,386	2,189,974
Program revenues									
Governmental activities									
Charges for services									
General government	$ 73,680	71,976	94,121	81,289	92,169	97,371	102,339	100,315	91,709
Public protection	100,344	117,342	119,133	122,919	137,069	140,065	135,403	130,270	141,489
Health and sanitation	51,533	60,587	66,577	61,930	64,221	64,449	65,823	76,938	79,166
Public assistance	1,648	2,121	1,456	2,895	1,898	2,323	3,068	2,242	6,597
Education	738	687	984	848	838	866	923	992	820
Public ways and facilities	22,557	24,643	25,273	22,737	28,971	22,240	28,133	14,100	10,440
Recreation and culture	36	19	36	33	108	144	214	117	262
Operating grants and contributions	544,900	538,684	540,138	584,347	631,510	660,371	673,571	622,097	663,766
Capital grants and contributions	12,573	12,332	6,124	5,629	5,726	8,970	21,797	19,943	38,400
Total governmental activities program revenues	808,009	828,391	853,842	882,627	962,510	996,799	1,031,271	967,014	1,032,649
Business-type activities									
Charges for services									
County Hospital	178,040	209,779	247,712	271,216	246,452	248,401	271,565	310,221	329,559
Housing Authority	3,536	3,466	3,667	3,885	5,405	6,164	5,406	5,408	5,269
Airport	3,002	2,957	3,065	3,090	3,107	3,321	3,433	3,446	3,459
Sheriff Law Enforcement Training Center	200	587	705	826	982	927	879	768	756
Child Care Enterprise									
Health Maintenance Organization [1]	105,157	113,298	123,488	128,742					
HMO Medi-Cal Plan					67,126	77,261	86,163	98,211	113,835
HMO Commercial Plan					65,111	62,010	65,246	68,845	62,744
Major risk medical insurance	931	1,662	1,723	1,723	1,953	1,383	1,364	936	855
Operating grants and contributions	94,474	103,347	118,574	120,955	125,763	134,915	145,413	135,026	127,900
Capital grants and contributions	7,194	4,595	5,201	7,941	7,945	8,866	7,239	7,377	6,278
Total business-type activities program revenues	392,534	439,691	504,135	538,378	523,844	543,248	586,708	630,238	650,655
Total primary government program revenues	$ 1,200,543	1,268,082	1,357,977	1,421,005	1,486,354	1,540,047	1,617,979	1,597,252	1,683,304
Net (Expense)/Revenue[2]									
Governmental activities	$ (295,535)	(360,156)	(410,343)	(415,889)	(393,682)	(485,858)	(641,047)	(638,178)	(461,125)
Business-type activities	(20,834)	(13,950)	(14,423)	(20,721)	(45,689)	(59,955)	(59,960)	(56,956)	(45,545)
Total primary government net expense	$ (316,369)	(374,106)	(424,766)	(436,610)	(439,371)	(545,813)	(701,007)	(695,134)	(506,670)

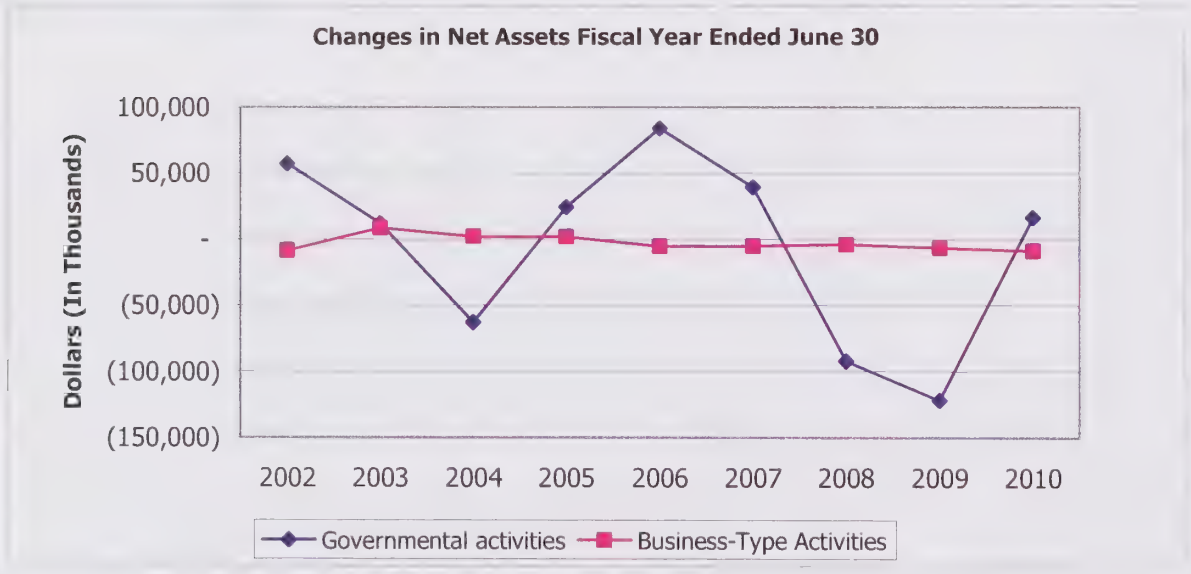
[1] For fiscal years 2002-2005 the fund was the Health Maintenance Organization. Beginning in 2006 the fund was split into HMO-Medical Plan and HMO-Commercial Plan.

[2] Net (expense)/revenue is the difference between the expenses and program revenues of a function or program. It indicates the degree to which a function or program supports itself with its own fees and grants versus its reliance upon funding from taxes and other general revenues. Numbers in parentheses are net expenses, indicating that expenses were greater than program revenues and therefore general revenues were needed to finance that function or program.

(continued)

COUNTY OF CONTRA COSTA
CHANGES IN NET ASSETS
LAST NINE FISCAL YEARS
(Accrual basis of accounting)
(In Thousands)
(Unaudited)

	Fiscal Year Ending June 30								
	2002	2003	2004	2005	2006	2007	2008	2009	2010
General Revenues and Other Changes in Net Assets									
Governmental activities									
Taxes									
Property	$ 211,376	227,113	250,620	266,043	386,558	437,658	459,739	451,180	418,001
Sales	11,616	10,966	10,310	10,811	12,175	13,064	14,073	13,444	12,957
Other	15,692	18,841	15,782	16,214	15,869	16,941	22,179	26,709	21,693
Grants/contributions not restricted	77,741	83,035	69,341	107,861	20,326	16,120	11,300	14,089	15,809
Investment earnings	27,035	18,347	13,336	31,608	48,254	62,024	60,239	47,051	34,033
Other	20,158	36,140	35,815	29,587	33,048	32,661	35,344	12,935	10,905
Special item - retirement litigation settlement[1]			(31,979)						
Transfers	(11,063)	(22,306)	(15,900)	(21,836)	(38,631)	(53,287)	(53,934)	(49,098)	(35,837)
Total governmental activities	352,555	372,136	347,325	440,288	477,599	525,181	548,940	516,310	477,561
Business-type activities									
Investment earnings	298	376	12	134	49	386	455	429	279
Gain (loss) on sale of capital assets		(564)			(167)				
Other	1,076	551	609	596	1,841	1,082	1,746	987	749
Transfers	11,063	22,306	15,900	21,836	38,631	53,287	53,934	49,098	35,837
Total business-type activities	12,437	22,669	16,521	22,566	40,354	54,755	56,135	50,514	36,865
Total primary government	$ 364,992	394,805	363,846	462,854	517,953	579,936	605,075	566,824	514,426
Change in Net Assets									
Governmental activities	$ 57,020	11,980	(63,018)	24,399	83,917	39,323	(92,107)	(121,868)	16,436
Business-type activities	(8,397)	8,719	2,098	1,845	(5,335)	(5,200)	(3,825)	(6,442)	(8,680)
Total primary government	$ 48,623	20,699	(60,920)	26,244	78,582	34,123	(95,932)	(128,310)	7,756

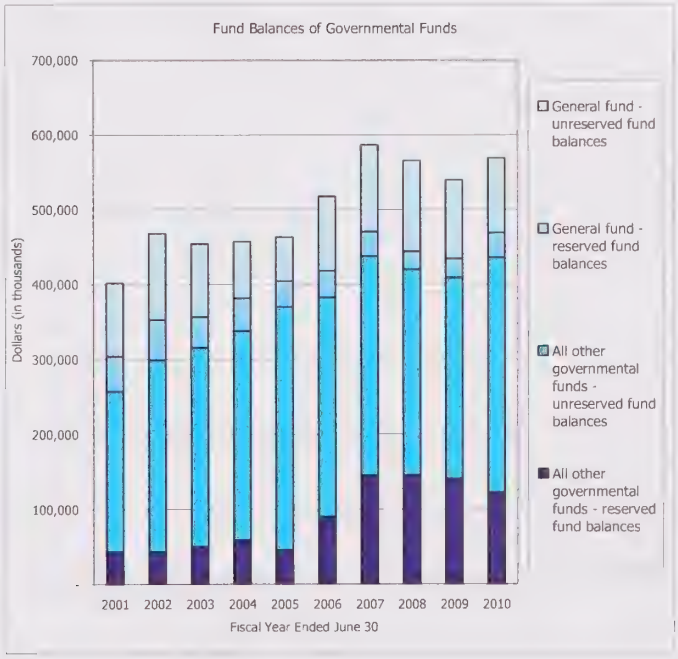


[1] During the year ended December 31, 1999, CCCERA settled its litigation, entitled Vernon D. Paulson, et al. v. Board of Retirement of the Contra Costa Employee's Retirement Association, et al. The consolidated lawsuit was brought on behalf of retired members of CCCERA regarding the inclusions and the exclusions from "final" compensation that are used in calculating members' retirement benefits as a result of the Ventura Decision. The final expense related to the settlement was determined and recorded in fiscal year 2003 - 2004.

(concluded)

COUNTY OF CONTRA COSTA
FUND BALANCES OF GOVERNMENTAL FUNDS
LAST TEN FISCAL YEARS
(Modified accrual basis of accounting)
(In Thousands)
(Unaudited)

	Fiscal Year Ending June 30									
	2001	2002	2003	2004	2005	2006	2007	2008	2009	2010
General Fund										
Reserved	$ 46,904	53,744	41,044	43,998	34,404	35,764	33,003	24,098	25,464	32,866
Unreserved	97,703	115,658	97,525	75,888	58,659	99,374	116,113	121,516	105,260	100,503
Total general fund	144,607	169,402	138,569	119,886	93,063	135,138	149,116	145,614	130,724	133,369
All Other Governmental Funds										
Reserved										
Special Revenue Funds	14,864	14,305	13,370	14,377	14,796	20,533	28,086	49,997	47,315	42,220
Capital Projects Funds	131	159	1,170	17,326	3,995	59,233	82,021	62,182	55,016	44,822
Debt Service Funds	28,583	27,464	34,241	25,727	25,074	8,198	33,306	31,306	36,722	33,471
Permanent Funds		1,726	1,729	1,729	1,852	1,828	1,800	1,770	1,749	1,760
Total Reserved	43,578	43,654	50,510	59,159	45,717	89,792	145,213	145,255	140,802	122,273
Unreserved										
Special Revenue Funds	129,156	176,792	205,174	217,449	257,558	260,264	280,208	269,570	254,668	304,776
Capital Projects Funds	47,249	29,092	41,948	53,759	1,256	8,158	11,969	5,169	13,529	8,879
Debt Service Funds	37,034	48,973	17,609	7,075	65,776	24,390				
Permanent Funds		353	275	181						
Total Unreserved	213,439	255,210	265,006	278,464	324,590	292,812	292,177	274,739	268,197	313,655
Total all other governmental funds	257,017	298,864	315,516	337,623	370,307	382,604	437,390	419,994	408,999	435,928
Total Governmental Funds										
Total Reserved	90,482	97,398	91,554	103,157	80,121	125,556	178,216	169,353	166,266	155,139
Total Unreserved	311,142	370,868	362,531	354,352	383,249	392,186	408,290	396,255	373,457	414,158
Total governmental funds	$ 401,624	468,266	454,085	457,509	463,370	517,742	586,506	565,608	539,723	569,297



Source: Comprehensive Annual Financial Report - County of Contra Costa, California

COUNTY OF CONTRA COSTA

CHANGES IN FUND BALANCES OF GOVERNMENTAL FUNDS

LAST TEN FISCAL YEARS

(Modified accrual basis of accounting)

(In Thousands)

(Unaudited)

	2001	2002	2003	2004
Revenues:				
Taxes	$ 296,644	322,635	343,321	349,387
Licenses, permits and franchise fees	25,749	35,277	37,748	38,600
Fines, forfeitures and penalties	18,296	18,525	18,233	31,701
Use of money and property	43,632	23,764	16,154	11,942
Intergovernmental	490,842	545,724	547,651	542,929
Charges for services	188,545	196,588	219,894	237,274
Other revenue	27,166	94,280	125,090	127,341
Total revenues	1,090,874	1,236,793	1,308,091	1,339,174
Expenditures:				
Current:				
General government	106,380	130,351	135,197	134,610
Public protection	325,821	378,011	426,662	438,940
Health and sanitation	161,220	182,164	201,140	215,724
Public assistance	294,317	337,673	383,360	400,873
Education	14,589	16,367	18,414	19,548
Public ways and facilities	54,611	88,830	79,119	82,736
Recreation and culture	426	1,099	716	1,337
Debt service:				
Principal	25,266	25,110	50,533	30,953
Debt issuance cost	1,643	412	441	1,222
Refunding bond issuance cost	1,881			
Payment to refunded bond escrow agent	1,595		3,272	
Interest	33,443	36,307	31,652	47,691
Other charges				
Capital outlay	14,830	32,236	2,630	1,973
Total expenditures	1,036,022	1,228,560	1,333,136	1,375,607
Excess of revenues over (under) expenditures	54,852	8,233	(25,045)	(36,433)
Other Financing Sources (Uses):				
Transfers in	67,945	72,230	93,231	80,887
Transfers out	(76,188)	(83,293)	(115,537)	(99,383)
Proceeds from the sale of real estate		500	500	500
Proceeds of refunding bonds	113,389			
Proceeds from issuance of debt	24,897	12,650	348,467	64,290
Proceeds on issuance of debt transferred to business-type activities				
Proceeds on issuance of debt transferred to the investment trust funds				
Premium on debt issued				21
Discount on debt issued				(621)
Payment to retirement trustee			(319,095)	
Payment to refund bonds	(94,944)			
Payment to refunded bond escrow agent	(16,231)		(329)	(7,259)
Capital lease financing	1,269	9,907	3,627	1,973
Total other financing sources (uses)	20,137	11,994	10,864	40,408
Net change in fund balances	74,989	20,227	(14,181)	3,975
Fund Balances at Beginning of Year, as Previously Reported	333,193	401,624	468,266	454,085
Adjustments to beginning fund balances	(6,558)	46,415		(551)
Fund Balances at Beginning of Year, as Restated	326,635	448,039	468,266	453,534
Fund Balances at End of Year	$ 401,624	468,266	454,085	457,509
Debt Service:				
Principal	$ 25,266	25,110	50,533	30,953
Interest	33,443	36,307	31,652	47,691
Total Debt Service	$ 58,709	61,417	82,185	78,644
NonCapital Expenditures:				
Total Expenditures	$ 1,036,022	1,228,560	1,333,136	1,375,607
Less: Capital Outlays				
Capital Outlays	14,830	32,236	2,630	1,973
Capital Outlays included in Function Expenditures		56,441	73,622	60,240
Total NonCapital Expenditures	$ 1,021,192	1,139,883	1,256,884	1,313,394
Debt service as a percentage of noncapital expenditures	5.75%	5.39%	6.54%	5.99%

Source: Comprehensive Annual Financial Report - County of Contra Costa, California

Fiscal Year Ending June 30					
2005	2006	2007	2008	2009	2010
403,373	434,930	484,472	508,058	505,424	468,458
31,862	38,992	43,018	29,853	25,485	21,458
21,095	18,651	18,300	29,430	19,604	18,717
29,968	46,575	57,908	59,829	39,610	30,805
587,529	637,179	669,343	689,528	642,158	705,292
239,694	267,633	265,453	275,699	279,693	277,710
103,704	119,585	144,858	141,007	157,295	122,008
1,417,225	1,563,545	1,683,352	1,733,404	1,669,269	1,644,448
131,069	148,201	195,909	176,350	173,240	137,431
456,489	494,005	551,970	575,163	560,416	541,064
208,160	191,505	190,749	206,942	219,008	222,252
395,337	418,521	445,690	473,525	459,552	444,916
21,231	22,679	25,863	26,394	27,261	25,449
96,895	107,005	137,726	141,684	121,152	98,056
1,284	1,439	1,642	1,076	1,553	1,166
27,726	33,775	62,335	38,417	43,038	52,352
565	1,267	3,314	363	326	
49,418	53,131	57,535	64,265	61,099	56,047
	3,726	1,539			
6,388					
1,394,562	1,475,254	1,674,272	1,704,179	1,666,645	1,578,733
22,663	88,291	9,080	29,225	2,624	65,715
79,291	76,985	60,957	73,094	84,199	85,401
(103,105)	(117,605)	(116,239)	(126,926)	(138,458)	(121,542)
1,563	129,900	222,685	36,617	23,121	
			(36,687)		
			(526)		
		7,701	1,930		
	(124,904)	(118,998)			
6,388	1,705	3,578	2,375	2,629	
(15,863)	(33,919)	59,684	(50,123)	(28,509)	(36,141)
6,800	54,372	68,764	(20,898)	(25,885)	29,574
457,509	463,370	517,742	586,506	565,608	539,723
(939)					
456,570	463,370	517,742	586,506	565,608	539,723
463,370	517,742	586,506	565,608	539,723	569,297
27,726	33,775	62,335	38,417	43,038	52,352
49,418	53,131	57,535	64,265	61,099	56,047
77,144	86,906	119,870	102,682	104,137	108,399
1,394,562	1,473,987	1,674,272	1,704,179	1,666,645	1,578,733
6,388					
44,016	42,688	63,519	106,522	68,522	59,545
1,344,158	1,431,299	1,610,753	1,597,657	1,598,123	1,519,188
5.74%	6.07%	7.44%	6.43%	6.52%	7.14%

COUNTY OF CONTRA COSTA

PROGRAM REVENUES BY FUNCTION/PROGRAM

LAST NINE FISCAL YEARS

(Accrual basis of accounting)

(In Thousands)

(Unaudited)

	Fiscal Year Ended June 30								
	2002	2003	2004	2005	2006	2007	2008	2009	2010
Governmental activities - program revenues									
Charges for services									
General government	$ 73,680	71,976	94,121	81,289	92,169	97,371	102,339	100,315	91,709
Public Protection	100,344	117,342	119,133	122,919	137,069	140,065	135,403	130,270	141,489
Health and sanitation	51,533	60,587	66,577	61,930	64,221	64,449	65,823	76,938	79,166
Public assistance	1,648	2,121	1,456	2,895	1,898	2,323	3,068	2,242	6,597
Education	738	687	984	848	838	866	923	992	820
Public ways and facilities	22,557	24,643	25,273	22,737	28,971	22,240	28,133	14,100	10,440
Recreation and culture	36	19	36	33	108	144	214	117	262
Subtotal	250,536	277,375	307,580	292,651	325,274	327,458	335,903	324,974	330,483
Operating grants and contributions									
General government	19,682	19,378	9,496	10,900	20,264	11,151	13,386	11,148	12,525
Public protection	119,742	122,134	121,049	123,050	128,668	135,827	130,103	122,280	120,794
Health and sanitation	80,561	82,260	85,820	88,114	90,928	94,059	111,516	97,607	147,891
Public assistance	308,577	307,544	314,630	336,542	364,668	371,183	372,251	371,390	369,877
Education	3,152	3,019	2,768	3,065	3,229	4,055	3,642	3,423	4,201
Public ways and facilities	13,134	4,307	6,143	22,657	23,742	43,389	42,591	16,095	8,467
Recreation and culture	52	42	232	19	11	707	82	154	11
Subtotal	544,900	538,684	540,138	584,347	631,510	660,371	673,571	622,097	663,766
Capital grants and contributions									
Public protection	76	53	50	50	12	12			
Public ways and facilities	12,497	12,279	6,074	5,579	5,714	8,958	21,797	19,943	38,400
Subtotal	12,573	12,332	6,124	5,629	5,726	8,970	21,797	19,943	38,400
Total governmental activities program revenues	808,009	828,391	853,842	882,627	962,510	996,799	1,031,271	967,014	1,032,649
Business-type activities program revenues									
Charges for services									
County Hospital	178,040	209,779	247,712	271,216	246,452	248,401	271,565	310,221	329,559
Housing Authority	3,536	3,466	3,667	3,885	5,405	6,164	5,406	5,408	5,269
Airport	3,002	2,957	3,065	3,090	3,107	3,321	3,433	3,446	3,459
Sheriff Law Enforcement Training Center	200	587	705	826	982	927	879	768	756
HMO Medi-Cal Plan	105,157	113,298	123,488	128,742	67,126	77,261	86,163	98,211	113,835
HMO Commercial Plan					65,111	62,010	65,246	68,845	62,744
Major risk medical insurance	931	1,662	1,723	1,723	1,953	1,383	1,364	936	855
Subtotal	290,866	331,749	380,360	409,482	390,136	399,467	434,056	487,835	516,477
Operating grants and contributions									
County Hospital	31,886	20,840	19,281	20,379	21,387	20,995	22,604	9,257	18,662
Housing Authority	59,459	77,227	92,410	93,176	89,557	86,897	92,233	87,047	81,684
Airport	130	978	1,069	452	426	1,813	222	326	71
Sheriff Law Enforcement Training Center	242	468	392	271	212	391	237	239	214
HMO Medi-Cal Plan	2,757	3,834	5,422	6,677					
HMO Commercial Plan					14,181	24,819	30,117	38,157	27,269
Subtotal	94,474	103,347	118,574	120,955	125,763	134,915	145,413	135,026	127,900
Capital grants and contributions									
County Hospital	7,194	4,595	4,201	5,052	5,171	7,677	5,941	6,428	5,289
Housing Authority			1,000	2,889	2,774	1,189	1,298	949	989
Subtotal	7,194	4,595	5,201	7,941	7,945	8,866	7,239	7,377	6,278
Total business-type activities program revenues	392,534	439,691	504,135	538,378	523,844	543,248	586,708	630,238	650,655
Total primary government program revenues	$ 1,200,543	1,268,082	1,357,977	1,421,005	1,486,354	1,540,047	1,617,979	1,597,252	1,683,304

Data is only available for the last nine fiscal years due to the implementation of GASB 34 in fiscal year ending June 30, 2002.

Source: Comprehensive Annual Financial Report - County of Contra Costa, California

COUNTY OF CONTRA COSTA

GOVERNMENT FUNDS - TAX REVENUES BY SOURCE

LAST TEN FISCAL YEARS

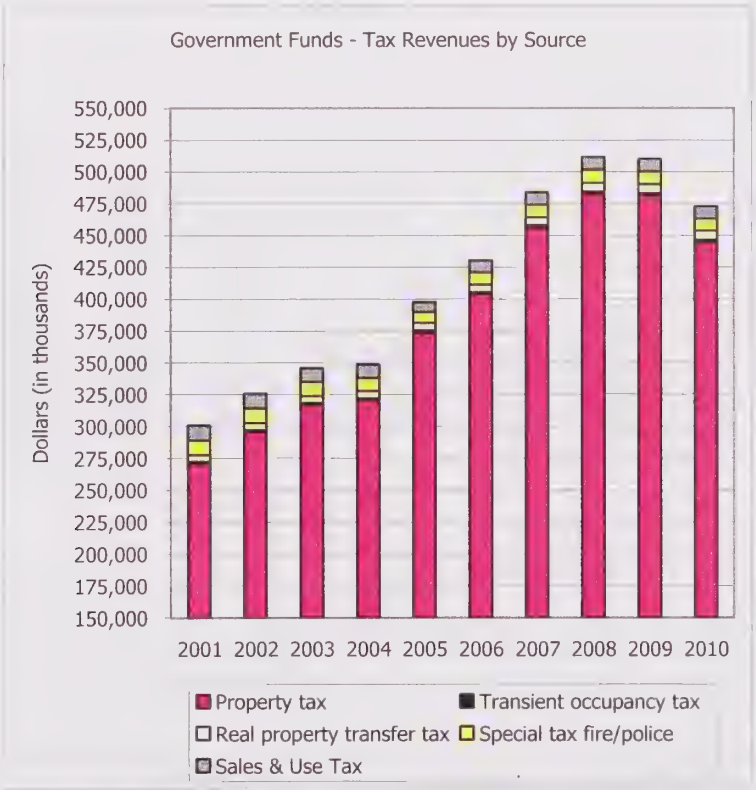
(Modified accrual basis of accounting)

(In Thousands)

(Unaudited)

Fiscal Year Ended		Property Tax	Transient Occupancy Tax	Real Property Transfer Tax	Special Tax Fire/Police	Sales & Use Tax	Total
2001	$	270,773	1,628	7,294	5,317	11,632	296,644
2002		295,792	1,287	8,273	5,667	11,616	322,635
2003		317,208	1,117	8,434	5,596	10,966	343,321
2004		320,894	1,283	11,161	5,739	10,310	349,387
2005		373,526	1,825	13,826	5,830	8,366	403,373
2006		403,919	1,344	14,043	5,924	9,700	434,930
2007		456,104	1,872	10,427	6,279	9,790	484,472
2008		482,396	1,777	6,664	6,893	10,328	508,058
2009	#	481,325	1,844	5,248	7,007	10,000	505,424
2010		444,458	1,906	5,341	7,093	9,660	468,458

Revised



Source: Comprehensive Annual Financial Reports - County of Contra Costa, California

COUNTY OF CONTRA COSTA

ASSESSED VALUE OF TAXABLE PROPERTY

LAST TEN FISCAL YEARS

(In Thousands)

(Unaudited)

Fiscal Year Ended June 30	Assessed Value [1]			Exemptions	Net Assessed Value of Taxable Property	Total Direct Tax Rate	Net Increase (Decrease)	
	Real Property	Personal Property	Total				Amount	Percentage
2001	$ 83,329,641	2,936,004	86,265,645	1,637,667	84,627,978	1.00 %	$ 6,281,444	8.02 %
2002	92,091,316	3,350,098	95,441,414	1,951,214	93,490,200	1.00	8,862,222	10.47
2003	99,461,281	3,570,777	103,032,058	2,106,357	100,925,701	1.00	7,435,501	7.95
2004	108,071,968	3,190,706	111,262,674	2,190,126	109,072,548	1.00	8,146,847	8.07
2005	117,931,015	3,167,502	121,098,517	2,322,240	118,776,277	1.00	9,703,729	8.90
2006	130,458,278	3,235,764	133,694,042	2,568,829	131,125,213	1.00	12,348,936	10.40
2007	145,844,300	3,408,666	149,252,966	2,729,501	146,523,465	1.00	15,398,252	11.74
2008	158,953,496	3,592,778	162,546,274	3,101,166	159,445,108	1.00	12,921,643	8.82
2009	159,825,416	3,714,884	163,540,300	3,721,464	159,818,836	1.00	373,728	0.23
2010	149,232,578	3,518,009	152,750,587	4,106,372	148,644,215	1.00	(11,174,621)	(6.99)

[1] Assessed values are those defined under California Revenue and Taxation Code Sections: 601 and 721 et. seq. Article XIIIA, added to California Constitution by Proposition 13 in 1978, fixed the base for valuation of property subject to taxes at the full cash value which appeared on the Assessor's 1975-76 assessment roll. Thereafter, full cash value can be increased: a) to reflect annual inflation up to 2 percent; b) to reflect current market value at time of ownership change; and c) to reflect market value for new construction.

Source: Auditor-Controller's Office - Property Tax Division - County of Contra Costa, California

COUNTY OF CONTRA COSTA

PROPERTY TAX RATES

DIRECT AND OVERLAPPING GOVERNMENTS

LAST TEN FISCAL YEARS
(Unaudited)

Fiscal Year Ended June 30	Countywide Rate [1]			County Special Districts	Local [2] Special Districts	Agency Districts	Schools	Cities	Total
	County	Other	Total						
2001	.1367	.8633	1.0000	.0006	.0047	.0067	.0318	.0131	1.0569
2002	.1356	.8644	1.0000	.0005	.0044	.0074	.0357	.0133	1.0613
2003	.1352	.8648	1.0000	.0005	.0042	.0067	.0360	.0130	1.0604
2004	.1342	.8658	1.0000	.0005	.0029	.0064	.0549	.0134	1.0781
2005	.1341	.8659	1.0000	.0004	.0011 #	.0059	.0572	.0128	1.0774
2006	.1337	.8663	1.0000	.0000	.0017	.0107	.0564	.0127	1.0815
2007	.1329	.8671	1.0000	.0000	.0014	.0137	.0649	.0126	1.0926
2008	.1330	.8670	1.0000	.0000	.0013	.0158	.0684	.0130	1.0985
2009	.1330	.8670	1.0000	.0000	.0013	.0192	.0691	.0131	1.1027
2010	.1334	.8666	1.0000	.0000	.0015	.0167	.0911	.0126	1.1219

[1] In June 1978, California voters approved Proposition 13 which restricted the taxing power of local government agencies. Individual agencies do not establish their own property tax rates, except for voter approved indebtedness. Instead, a countywide rate is levied with the proceeds distributed to all agencies according to formulas specified by the state legislature. The countywide rate is 1 percent of assessed value ($1 per $100 of taxable assessed valuation). The rates shown above are allocations of the 1% tax on assessed valuation.

[2] The 2005 rate for Local Special Districts includes a negative rate computed for the Los Medanos Community Healthcare District to affect a refund to the taxpayers of $850,000. The District's taxpayers had paid a special property tax for many years to fund the bond payments for healthcare facilities. Because of positive District finances, the District's Board determined the best use of any remaining bond funds (after covering all of the District's bond-related expenses) was to return the balance to taxpayers.

Revised

Source: Auditor-Controller's Office - Property Tax Division - County of Contra Costa, California

COUNTY OF CONTRA COSTA

PRINCIPAL PROPERTY TAX PAYERS

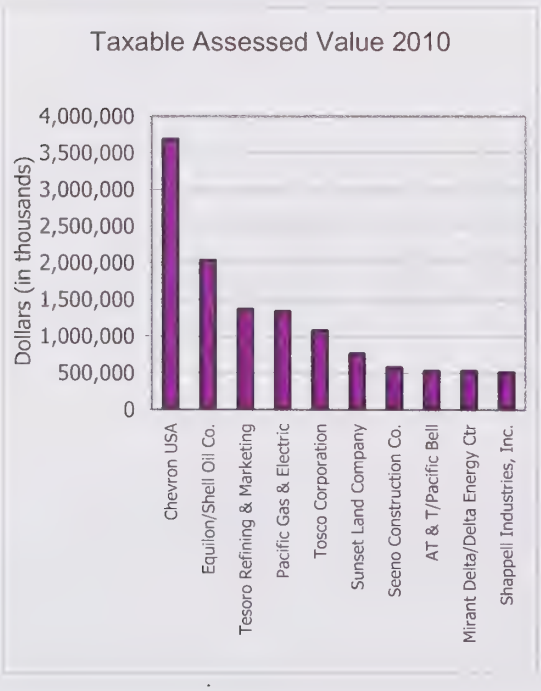
RANKED BY ASSESSED VALUE [1]

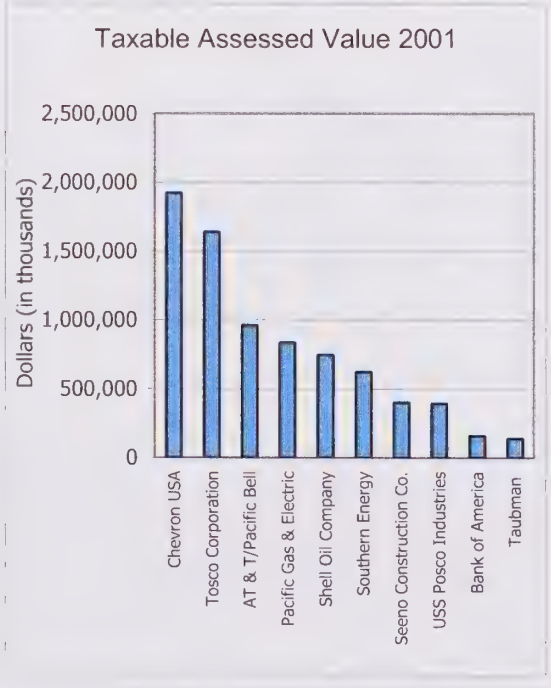
CURRENT YEAR AND NINE YEARS AGO

(In Thousands)

(Unaudited)

	Fiscal Year Ended June 30, 2010			Fiscal Year Ended June 30, 2001		
Taxpayers	Taxable Assessed Value Secured and Unitary	Rank	Percentage of Taxable Assessed Value	Taxable Assessed Value Secured and Unitary	Rank	Percentage of Taxable Assessed Value
Chevron USA	$ 3,692,749	1	2.62 %	$ 1,922,823	1	2.27 %
Equilon/Shell Oil Co.	2,037,101	2	1.45			
Tesoro Refining & Marketing	1,369,592	3	0.97			
Pacific Gas & Electric	1,340,271	4	0.95	834,947	4	0.99
Tosco Corporation	1,078,776	5	0.77	1,640,024	2	1.94
Sunset Land Company	765,844	6	0.54			
Seeno Construction Co.	578,207	7	0.41	401,637	7	0.47
AT & T/Pacific Bell	530,292	8	0.38	959,633	3	1.13
Mirant Delta/Delta Energy Ctr	529,115	9	0.38			
Shappell Industries, Inc.	514,358	10	0.37			
Shell Oil Company				745,058	5	0.88
Southern Energy				622,020	6	0.74
USS Posco Industries				391,525	8	0.46
Bank of America				159,529	9	0.19
Taubman				140,300	10	0.17
Total	$ 12,436,305		8.84 %	$ 7,817,496		9.24 %





[1]Beginning in fiscal year 2003-2004 a refined methodology is used to determine the principal taxpayers. The assessed value of the property of all of a listed taxpayer's component entities are included. Also, ranking is based on assessed valuation which may be different from taxes paid due to special purpose levies paid by some taxpayers.

Source: Treasurer-Tax Collector - County of Contra Costa, California

COUNTY OF CONTRA COSTA

PROPERTY TAX LEVIES AND COLLECTIONS

LAST TEN FISCAL YEARS

(In Thousands)

(Unaudited)

Fiscal Year Ended June 30	Total Tax Levy for Fiscal Year	Collected within the Fiscal Year of the Levy		Collection in Subsequent Years#	Total Collections to Date	
		Amount	Percentage of Levy		Amount#	Percentage of Levy#
2001	$ 1,062,831	$ 1,046,103	98.43 %	$ 16,568	$ 1,062,671	99.98 %
2002	1,187,173	1,166,621	98.27	20,373	1,186,994	99.98
2003	1,293,561	1,267,987	98.02	25,347	1,293,334	99.98
2004	1,402,895	1,375,570	98.05	27,016	1,402,586	99.98
2005	1,584,132	1,557,533	98.32	26,029	1,583,562	99.96
2006	1,720,978	1,685,279	97.93	34,256	1,719,535	99.92
2007	1,967,771	1,886,919	95.89	76,081	1,963,000	99.76
2008	2,077,283	1,971,251	94.90	94,081	2,065,332	99.42
2009	2,061,930	1,975,895	95.83	59,780	2,035,675	98.73
2010	1,964,724	1,909,306	97.18		1,909,306	97.18

Revised

Source: Auditor-Controller's Office - Property Tax Division - County of Contra Costa, California

COUNTY OF CONTRA COSTA

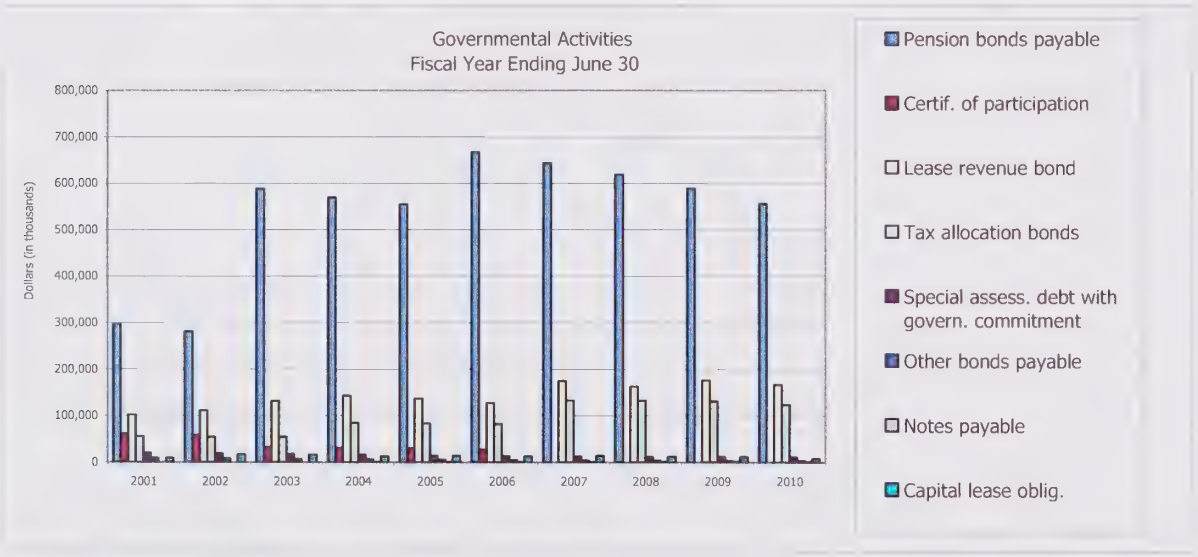
OUTSTANDING DEBT BY TYPE

LAST TEN FISCAL YEARS

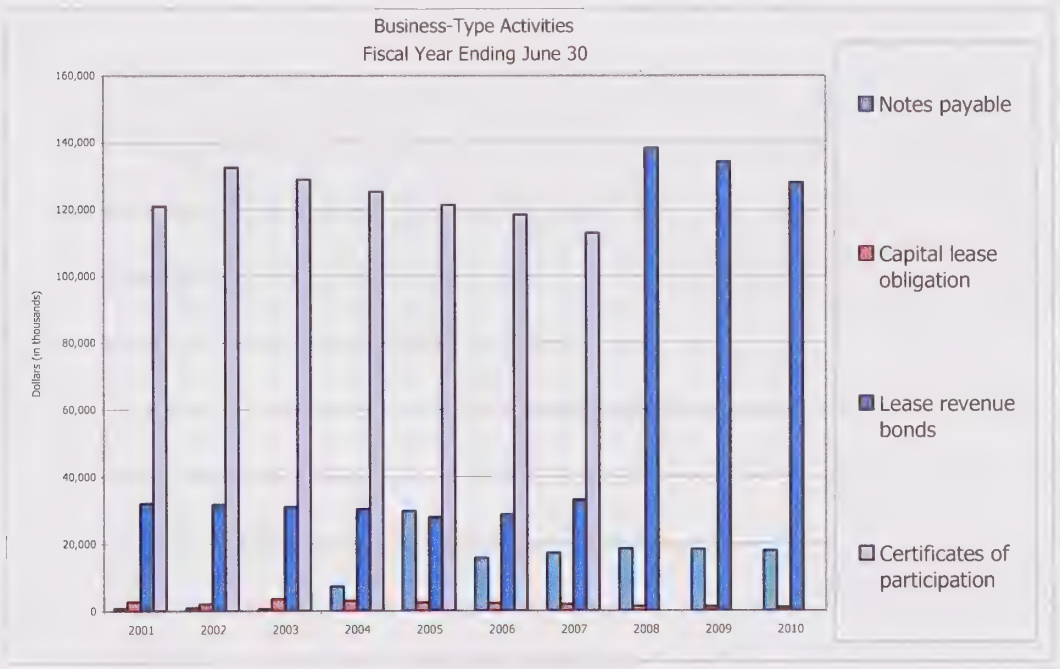
(In Thousands)

(Unaudited)

Fiscal Year Ended June 30	Governmental Activities: Pension Bonds Payable	Certif. of Partici-pation	Lease Revenue Bonds	Tax Allocation Bonds	Special Assess. Debt with Govern. Commitment	Other Bonds Payable	Notes Payable	Capital Lease Oblig.	Total
2001	$ 297,340	61,465	102,245	55,360	20,276	8,505	6	8,988	554,185
2002	281,425	58,665	111,420	54,525	18,589	8,055		16,238	548,917
2003	587,220	31,700	130,960	53,580	17,222	7,140		15,330	843,152
2004	569,220	30,555	142,715	84,295	15,654	6,130	516	12,235	861,320
2005	554,735	29,365	136,903	83,045	14,006	5,115	429	13,784	837,382
2006	666,905	27,008	127,766	81,935	13,213	4,585	339	12,646	934,397
2007	643,990		174,633	133,105	12,389	4,015	788	13,444	982,364
2008	619,135		162,386	132,290	11,740	3,650	1,482	12,478	943,161
2009	588,920		176,084	130,880	11,075	3,260	1,384	11,680	923,283
2010	555,490		166,333	123,750	10,395	2,855	1,332	7,558	867,713



Fiscal Year Ended June 30	Business-Type Activities					Government Total	Ratio Net Debt to Assessed Value	Percentage of Personal Income [1]	Net Debt Per Capita
	Notes Payable	Capital Lease Obligation	Lease Revenue Bonds	Certificates of Participation	Total				
2001	$ 859	2,716	32,077	120,893	156,545	710,730	0.84 %	1.63 %	$ 731
2002	984	2,146	31,760	132,550	167,440	716,357	0.77	1.65	730
2003	562	3,555	31,050	128,980	164,147	1,007,299	1.00	2.28	1,012
2004	7,268	3,017	30,320	125,250	165,855	1,027,175	0.97	2.22	1,050
2005	29,766	2,455	27,997	121,325	181,543	1,018,925	0.88	2.08	1,027
2006	15,651	2,281	28,689	118,307	164,928	1,099,325	0.86	2.11	1,091
2007	17,255	1,899	33,037	112,845	165,036	1,147,400	0.75	1.96	1,052
2008	18,563	1,346	138,319		158,228	1,101,389	0.71	1.86	1,070
2009	18,246	1,083	134,293		153,622	1,076,905	0.69	N/A	1,037
2010	17,922	939	127,945		146,806	1,014,519	0.68	N/A	945



Source: Comprehensive Annual Financial Reports - County of Contra Costa, California

[1] Ratios are calculated using personal income and population data shown in the schedule of Demographic and Economic statistics.

N/A Not Available

COUNTY OF CONTRA COSTA
DIRECT AND OVERLAPPING BOND DEBT
(In Thousands)
(Unaudited)

	Debt Applicable July 1, 2010 [1]	
	Percentage	Amount
2009 - 2010 Assessed Value of Taxable Property (includes unitary utility valuation)		$ 148,644,215
Less: Redevelopment Increments		16,656,249
Adjusted Assessed Valuation		$ 131,987,966
DIRECT GENERAL FUND OBLIGATION DEBT:		
Contra Costa County Pension Obligations	100	$ 435,310
Contra Costa County General Fund Obligations	100	296,478
TOTAL DIRECT DEBT		731,788
OVERLAPPING GENERAL FUND OBLIGATIONS DEBT		
City of Richmond General Fund Obligations	100	136,905
City of Richmond Pension Obligations	100	125,460
Contra Costa County Fire Protection District Pension Obligation	100	120,180
Other Cities' General Fund Obligations	100	104,582
City of Brentwood General Fund Obligations	100	56,745
Pittsburg Unified School District Certificates of Participation	100	44,035
City of Pittsburg Pension Obligations	100	39,266
City of San Ramon General Fund Obligations	100	33,270
City of Concord General Fund and Judgment Obligations	100	28,705
Antioch Unified School District Certificates of Participation	100	21,910
West Contra Costa Unified School District General Fund Obligation	100	21,830
San Ramon Valley Fire Protection District Certificates of Participation	100	15,065
Other School Districts' General Fund Obligations	Various	11,424
Alameda-Contra Costa Transit District Certificates of Participation	10.701	4,316
Other Special District Certificates of Participation	100	3,543
Total Overlapping General Fund Obligations Debt		767,236
OVERLAPPING TAX AND ASSESSMENT DEBT:		
West Contra Costa Unified School District	100	758,263
1915 Act Assessment Bonds (Estimate)	100	423,394
Community Facilities Districts	100	286,015
San Ramon Valley Unified School District	100	282,283
Contra Costa Community College District	100	245,795
Mt. Diablo Unified School District	100	207,525
Acalanes and Liberty Union High School Districts	100	188,475
Bay Area Rapid Transit District	29.665	124,593
Pittsburg Unified School District	100	106,295
East Bay Regional Park District	45.205	88,952
Other School Districts	Various	75,216
Brentwood Union School District	100	56,033
Walnut Creek School District	100	34,545
Cities and City Special Tax Districts	100	31,885
Oakley Union School District	100	23,765
West Contra Costa Healthcare District Parcel Tax Obligation	100	23,175
Lafayette School District	100	21,285
Martinez Unified School District	100	20,970
Pleasant Hill Recreation and Park District	100	20,000
East Bay Municipal Water District and Special District No. 1	6.319	1,722
Total Overlapping Tax and Assessment Debt		3,020,186
TOTAL DIRECT AND OVERLAPPING DEBT		$ 4,519,210

(continued)

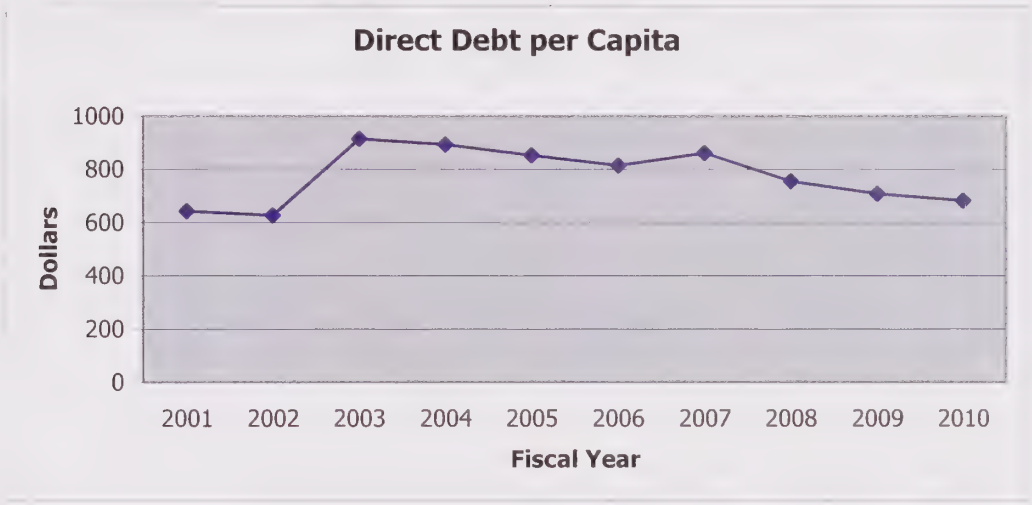
COUNTY OF CONTRA COSTA

DIRECT AND OVERLAPPING BOND DEBT

(In Thousands)

(Unaudited)

	Ratio to Adjusted Assessed Valuation Value (%)	Per Capita
Population [2]		1,073,055
Direct Debt	0.55	$ 682
Total Direct and Overlapping Debt	3.42	4,212



Source: [1] California Municipal Statistics, Inc.

a. Percentage of overlapping agency's assessed valuation located within boundaries of the county.

b. Excludes tax and revenue anticipation notes, revenue, mortgage, revenue and tax allocation bonds and non-bonded capital lease obligations.

[2] Not in thousands

(concluded)

COUNTY OF CONTRA COSTA

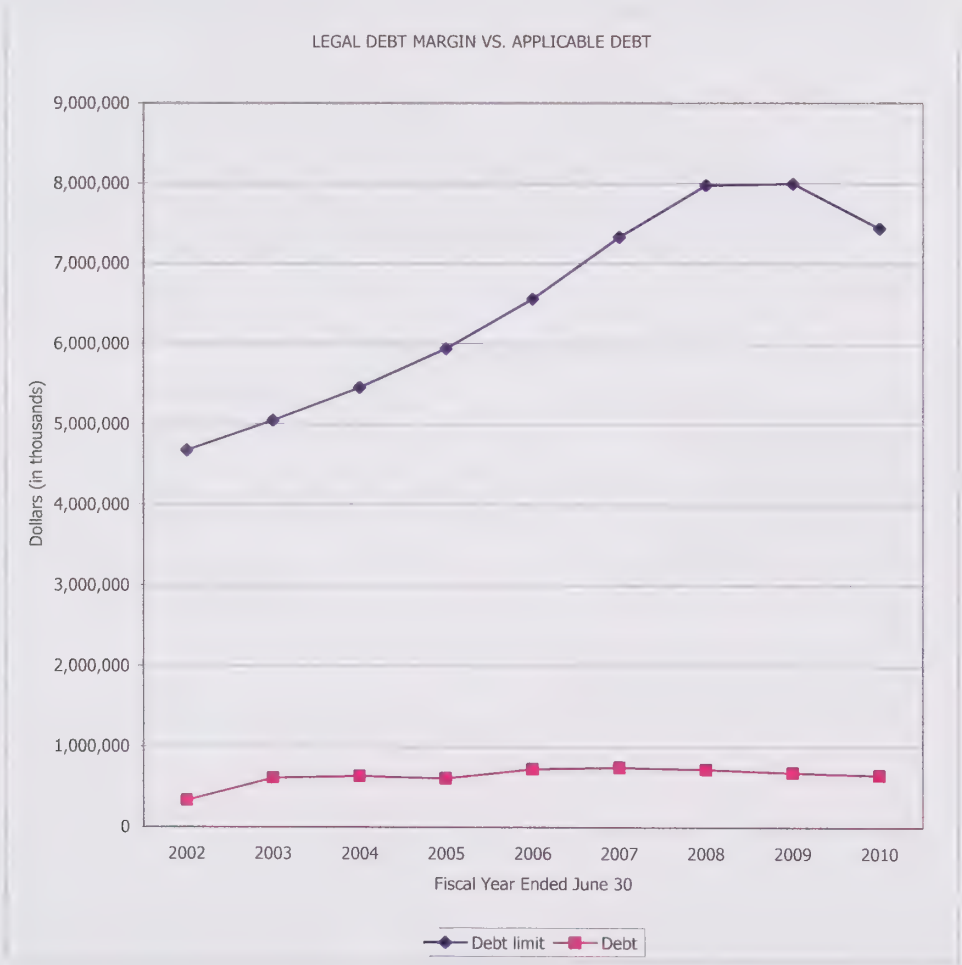
LEGAL DEBT MARGIN INFORMATION

LAST NINE FISCAL YEARS

(In Thousands)

(Unaudited)

		Fiscal Year Ended June 30								
		2002	2003	2004	2005	2006	2007	2008	2009	2010
Assessed value of taxable property	$	93,490,200	100,925,701	109,072,548	118,776,277	131,125,213	146,523,465	159,445,108	159,818,836	148,644,215
Debt limit - 5% of assessed value [1]	(A) $	4,674,510	5,046,285	5,453,627	5,938,814	6,556,261	7,326,173	7,972,255	7,990,942	7,432,211
Amount of debt applicable to debt limit [2]										
Total bonded debt		344,005	641,810	654,030	637,780	748,840	777,095	751,425	719,800	679,240
Less: Assets of debt service funds		7,875	26,632	16,708	28,981	21,157	31,034	32,097	38,857	29,168
Total net general obligation debt	(B)	336,130	615,178	637,322	608,799	727,683	746,061	719,328	680,943	650,072
Legal debt margin	(A - B) $	4,338,380	4,431,107	4,816,305	5,330,015	5,828,578	6,580,112	7,252,927	7,309,999	6,782,139
Total net general obligation debt applicable to the limit as a percentage of debt limit		7.19%	12.19%	11.69%	10.25%	11.10%	10.18%	9.02%	8.52%	8.75%
Total net general obligation debt applicable to the Assessed value of taxable property		0.36%	0.61%	0.58%	0.51%	0.55%	0.51%	0.45%	0.43%	0.44%
Population [3]		981,673	993,827	1,005,698	1,016,372	1,025,436	1,035,097	1,048,185	1,061,325	1,073,055
Total net general obligation debt per capita	$	0.34	0.62	0.63	0.60	0.71	0.72	0.69	0.64	0.61



[1] California Government Code Section 29909 limits General Obligation Bond indebtedness to five percent of the total assessed valuation of all taxable real and personal property within the county.

[2] Does not include Public Financing Authority nor Assessment District debt.

[3] California Department of Finance Estimate for January 1 of each year.

Source: Comprehensive Annual Financial Report - County of Contra Costa, California

COUNTY OF CONTRA COSTA

DEMOGRAPHIC AND ECONOMIC STATISTICS

LAST TEN YEARS

(Unaudited)

Fiscal Year Ended June 30	#	Population[1]	#	Personal[2] Income	#	Per Capita[2] Personal Income	Median[3] Age	Education[4] Level	School[5] Enrollment	Average[6] Unemployment Rate
2001		966,122	$	44,593,261	$	45,902		37.4	273,467	4.0 %
2002		981,673		44,703,343		45,595		35.9	278,456	5.7
2003		993,827		45,769,497		46,341		38.7	269,081	6.1
2004		1,005,698		48,917,847		49,275	37.1	36.3	280,523	5.4
2005		1,016,372		51,528,384		51,566	37.2	37.8 #	284,773	5.1
2006		1,025,436		55,313,098		55,241	37.5	37.2	277,459	4.5
2007		1,035,097		58,491,374		57,881	37.9	37.1	272,443	4.7
2008		1,048,185		59,348,149		57,874	38.1	38.7	280,617	6.3
2009		1,061,325		N/A		N/A	38.6	37.6	280,612	10.8
2010		1,073,055		N/A		N/A	N/A	N/A	N/A	11.3

Revised

N/A Not Available

[1] California Department of Finance Estimate for January 1 of each year.

[2] U.S. Department of Commerce - Bureau of Economic Analysis (thousands)

[3] U.S. Census Bureau

[4] Percent of population with Bachelor or Graduate Degree - U.S. Census Bureau

[5] Population three years and over enrolled in school - U.S. Census Bureau

[6] State of California - Employment Development Department - June Data

COUNTY OF CONTRA COSTA

PRINCIPAL EMPLOYERS [1]

PRIOR YEAR AND NINE YEARS AGO

(Unaudited)

	2009 [2]			2000 [4,7]		
Employer	Estimated Employees	Rank	Percentage of Total County Employment	Estimated Employees	Rank	Percentage of Total County Employment
Chevron Corp.	4,700	1	0.99 %	3,500	2	0.72 %
Kaiser Foundation Hospital	2,300	2	0.49	2,300	3	0.48
John Muir Medical Center	1,900	3	0.40	1,900	4	0.39
Bio-Rad Laboratories	1,700	4	0.36			
John Muir/Mt. Diablo Medical Center	1,500	5	0.32	1,500	5	0.31
24 Hour Fitness	1,300	6	0.27			
Doctors Medical Center	1,000	7	0.21	1,000	6	0.21
USS Posco Industries	975	8	0.20	975	7	0.20
Contra Costa Newspapers, Inc.	900	9	0.19	900	8	0.18
Bank of the West	800	10	0.17	700	9	0.14
Kaiser Permanente				5,000	1	1.03
Aetna Health Services				600	10	0.12
All Others	456,725		96.40	464,025		96.22
Total	473,800 [3]		100.00 %	482,400 [5]		100.00 %

Contra Costa County Employment by Industry [6]
2010 Annual Average

Trade, Transportation, & Utilities	18.51 %
Government	18.01
Professional & Business Services	15.31
Educational & Health Services	13.69
Leisure & Hospitality	8.94
Manufacturing	8.54
Financial Activities	5.42
Construction	5.21
Other Services	3.55
Information	2.57
Natural Resources & Mining	0.13
Agriculture	0.12

[1] Government Employers Excluded

[2] Rich's Everyday Sales Prospecting Directory (2009) - Contra Costa County

[3] State of California Employment Development Department, 2010 annual, not adjusted

[4] Rich's Everyday Sales Prospecting Directory (2001) - Contra Costa County

[5] State of California Employment Development Department, 2000 annual, not adjusted

[6] State of California Employment Development Department, January 2010

[7] Principal Employer information for 2001 and 2010 is not available

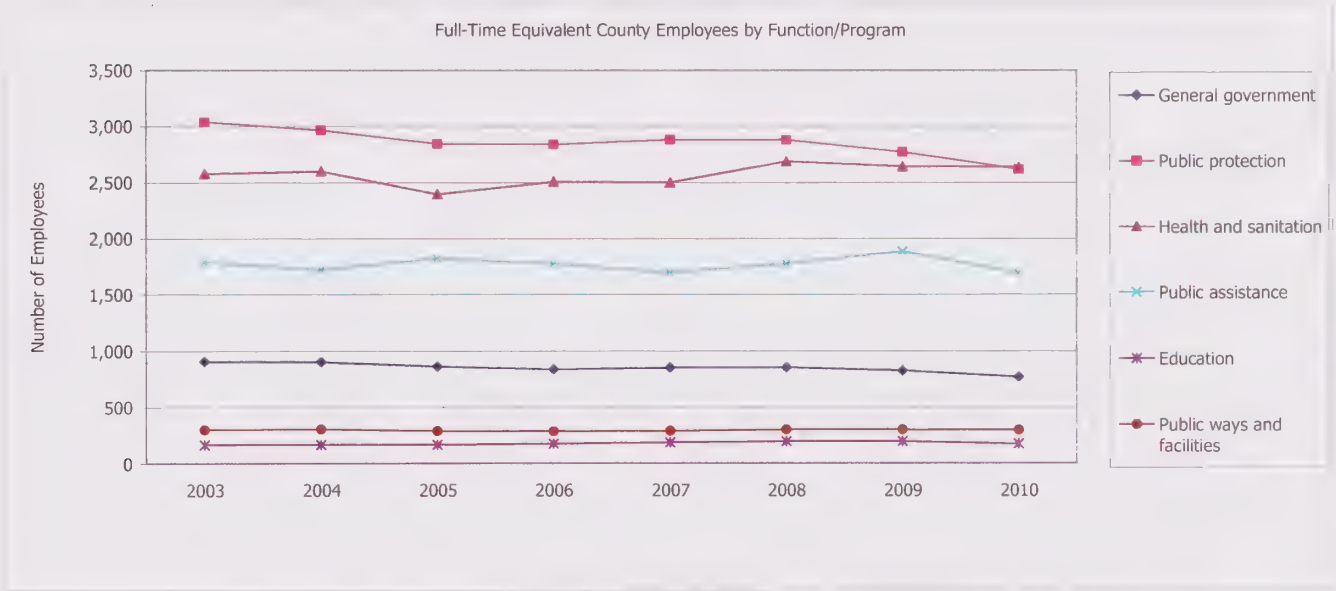
COUNTY OF CONTRA COSTA

FULL-TIME EQUIVALENT COUNTY EMPLOYEES BY FUNCTION/PROGRAM

LAST EIGHT FISCAL YEARS

(Unaudited)

Function	Full-time Equivalent Employees as of June 30							
	2003	2004	2005	2006	2007	2008	2009	2010
General Government	908	904	861	838	852	854	825	770
Public Protection	3,041	2,969	2,847	2,841	2,883	2,880	2,773	2,618
Health and Sanitation	2,579	2,600	2,396	2,507	2,499	2,689	2,645	2,639
Public Assistance	1,788	1,723	1,819	1,774	1,697	1,775	1,884	1,692
Education	167	167	167	176	187	197	197	174
Public Ways and Facilities	302	307	291	287	291	302	301	298
Total	8,785	8,670	8,381	8,423	8,409	8,697	8,625	8,191



Source: County Administrator's Office, Contra Costa County, California

COUNTY OF CONTRA COSTA

OPERATING INDICATORS BY FUNCTION

LAST NINE FISCAL YEARS

FOR THE FISCAL YEAR ENDED JUNE 30

(Unaudited)

Function	2002	2003	2004
General Government			
Assessor			
Number of Assessment Roll Units - Secured	323,710	328,537	332,630
Number of Assessment Roll Units - Unsecured	49,523	50,140	50,242
Auditor-Controller			
Tax Rate Areas Administered	1,136	1,141	1,171
County Counsel			
Tort Claims Filed Against County Transferred to County Counsel	246	254	280
Juvenile Law Contests Set for Each Child	2,971	2,531	2,259
Standard Forms Services Agreements			
Formal Written County Counsel Opinions			
Clerk-Recorder			
New Voter Registration		23,021	41,377
Updates to Voter Registration			
Cancelled Voter Registration		6,158	35,596
Total Voter Registration	476,935	484,640	444,167
Recorded Documents	419,868	583,521	722,437
General Services			
Fleet Operations			
Fleet Size			
On Road Fleet			
Vehicles Maintained			
Vehicle Availability Rate			
Vehicle Repair Orders			
Billable Hours			
CNG Usage (Gal)			
Unleaded Gasoline Usage (Gal)			
Diesel Usage (Gal)			
Total Fuel Usage (Gal)			
Miles Traveled			
CNG Vehicles			
E-85 Vehicles			
Hybrid Vehicles			

2005	2006	2007	2008	2009	2010
338,032	345,212	353,469	355,637	356,213	356,247
49,238	49,488	49,909	48,963	48,281	47,048
1,024	1,024	1,040	1,057	1,064	1,089
253	274	255	255	277	243
2,890	3,063	3,449	2,596	1,873	2,322
				1,486	1,709
				26	47
82,571	22,172	32,304	63,003	79,155	19,235
		49,838	113,810	77,250	9,156
28,110	14,450	30,063	21,328	24,461	13,512
504,505	492,656	464,042	493,315	524,229	523,981
574,294	581,595	447,969	332,167	305,382	
	1,473	1,464	1,526	1,518	1,468
	1,175	1,285	1,330	1,313	1,148
	1,599	1,515	1,540	1,518	1,468
	96.05%	95.89%	95.42%	93.91%	95.54%
	5,824	5,368	5,373	6,927	5,452
	16,825	16,660	17,867	17,651	13,405
	15,877	17,145	22,254	24,196	24,004
	826,739	820,733	824,467	763,722	694,626
	101,892	89,990	105,605	113,873	115,294
	944,508	927,868	952,326	901,791	833,924
	10,900,129	10,436,107	11,686,360	11,847,115	9,387,519
	35	36	38	54	54
	22	29	44	85	114
	63	72	83	109	143

(continued)

COUNTY OF CONTRA COSTA

OPERATING INDICATORS BY FUNCTION

LAST NINE FISCAL YEARS

FOR THE FISCAL YEAR ENDED JUNE 30

(Unaudited)

Function	2002	2003	2004
General Government (continued)			
General Services continued			
Print and Mail			
Copies & Impressions Produced			32,161,483
Amount of Mail Processed			4,461,591
Real Estate Services			
Acquisition Leases Negotiated			
Revenue Leases Negotiated			
Licenses/Permits Issued			
Leases Renewed or Amended			
Leases Terminated			
Special Projects, Reports, Studies			
Leased Buildings Managed			
Leased Buildings Square Footage			
County Owned Buildings			
County Owned Buildings Square Footage			
Purchasing/Materials Management			
Purchase Orders Processed			
Formal On-Line Solicitations (Bids)			
Dollar Value of Processed Purchase Orders			70,535,554
Estimated Savings on Bids			
Building Expenses			
Electricity Expense			6,497,771
Natural Gas Expense			1,395,284
Water Expense			794,117
Sewer Expense			453,533
Garbage Expense			860,239
Total Utilities Expense		10,638,214	10,000,944
Building Debt Service Expense		29,094,151	34,346,876
Rent Expense		8,265,779	8,411,466
Property Insurance Expense		1,906,782	2,013,306
Taxes and Assessments Expense		267,810	223,783

2005	2006	2007	2008	2009	2010
28,720,591	32,161,483	29,669,219	29,170,473	29,172,931	20,004,475
4,586,664	4,411,824	4,347,545	3,885,354	3,941,525	3,905,438
		8	10	11	7
		2	3		2
				10	4
		26	12	17	5
		16	7	6	12
		23	28	24	30
		209	205	198	195
		1,914,476	1,830,393	1,910,523	1,886,125
		257	261	267	270
		2,686,424	2,753,200	2,856,676	2,889,490
	4,243	4,433	4,560	5,249	4,069
			224	212	161
80,671,297	79,188,531	85,717,001	91,059,826	89,435,095	86,780,305
			1,629,365		2,679,319
7,140,149	6,945,811	7,016,109	7,014,696	7,610,113	7,131,860
1,360,646	1,711,079	1,783,934	1,808,847	1,774,528	1,479,769
872,751	901,781	870,288	841,329	982,009	925,455
451,094	472,280	508,979	542,001	542,624	550,954
785,324	751,670	793,068	773,514	741,501	716,443
10,609,964	10,782,621	10,972,378	10,980,387	11,650,775	10,804,481
31,161,691	31,340,978	32,035,960	33,134,182	31,358,197	32,404,454
8,323,056	7,917,009	8,050,262	7,404,969	9,531,167	9,475,468
1,779,012	2,409,659	2,808,278	2,378,103	3,426,481	3,007,506
257,765	188,825	225,548	198,781	279,107	178,096

(continued)

COUNTY OF CONTRA COSTA

OPERATING INDICATORS BY FUNCTION

LAST NINE FISCAL YEARS

FOR THE FISCAL YEAR ENDED JUNE 30

(Unaudited)

Function	2002	2003	2004
General Government (continued)			
General Services continued			
Facilities Maintenance			
Work Requests Received			75
Work Requests Completed			3
Non-Emergency Requests Received			85
Emergency Requests Received			21
Completed Remodel & Security Upgrades			
Facilities Life-cycle investment plan (Flip) Projects Completed			
Capital Projects			
Number of Projects			
Value of Projects			
Number of Construction Contracts Awarded			
Dollar Value of Construction Contracts			
Number of Projects Completed			
Human Resources			
Employment Applications Processed	14,100	21,901	14,860
Examinations Conducted	206	196	150
Personnel Transactions Processed			
Appointments			
Percentage of Applications Received as a result of the Online Application Process			22.00%
Information Technology			
Enterprise Server Transactions Monthly			
Enterprise Server Availability			
Viruses Stopped			
Spam Emails Stopped			
Tax Collector-Treasurer			
Secured Tax Bills	318,922	330,214	334,983
Unsecured Tax Bills	50,651	51,794	53,558
Supplemental Tax Bills	41,697	46,602	46,425
Business Licenses Issued	8,543	6,889	7,160

2005	2006	2007	2008	2009	2010
6,467	10,457	11,559	14,730	13,543	15,065
5,675	9,627	11,112	14,054	10,834	13,015
3,700	5,610	6,497	10,041	8,330	14,311
3,498	5,963	6,006	6,149	6,209	377
				54	70
					17
				57	42
				120,000,000	97,908,074
				27	12
				1,900,000	3,657,907
				25	13
15,982	15,817	26,334	24,048	13,557	19,793
166	221	223	248	229	159
		12,185	31,700	24,903	26,803
943	1,103	1,329	841	404	252
25.00%	35.00%	53.30%	80.50%	82.00%	82.76%
11,000,000	9,000,000	3,026,138	2,246,295	2,100,000	2,507,144
100.00%	99.00%	99.00%	99.98%	99.00%	99.00%
920,000	3,100,000	47,879	3,000	5,000	133,547
3,000,000	11,000,000	73,000,000	180,000,000	190,000,000	82,800,000
328,061	338,259	345,429	353,607	355,847	356,359
50,062	48,739	54,139	52,401	51,814	49,737
42,679	43,736	56,995	22,932	25,180	15,878
6,255	6,157	6,387	6,231	6,256	6,006

(continued)

COUNTY OF CONTRA COSTA

OPERATING INDICATORS BY FUNCTION

LAST NINE FISCAL YEARS

FOR THE FISCAL YEAR ENDED JUNE 30

(Unaudited)

Function	2002	2003	2004
Public Protection			
Agriculture			
Number of Shipments Inspected/ Profiled	36,607	37,371	45,153
Pest Control Inspections	1,003	905	876
Number of Taxis Inspected	460	294	339
Number of Petroleum Dispensing Devices Inspected	3,465	3,807	5,782
Animal Services			
Licenses Sold	44,064	44,235	44,062
Animals Handled	26,631	24,752	24,604
Animals Adopted	3,779	4,267	4,110
Animals Returned to Owner	2,812	2,871	2,595
Building Inspection			
Plans Reviewed	1,363	1,987	1,920
Permits Issued	10,707	12,096	12,736
Inspections Performed	54,461	53,612	63,730
Code Enforcement Cases Opened	975	1,117	1,323
Child Support Services			
Number of Cases			
Community Development			
Number of Land Use Applications Received	908	986	1,114
Number of Land Use Entitlements Issued			
Solid Waste Diverted from Landfills			
Number of Affordable Housing Units Provided			
Financial Assistance			
Fire Protection Services			
Contra Costa Fire Protection District			
Emergency Calls	37,655	40,420	40,726
Fire Calls	2,007	2,301	2,113
Medical Calls	19,533	26,045	28,043
Inspections Performed	2,536	3,187	2,438
East County Fire Protection District (Calendar Year)			
Emergency Calls	686	4,326	4,469
Fire Calls	58	470	445
Medical Calls	524	3,360	3,373
Inspections Performed	90	150	350

2005	2006	2007	2008	2009	2010
60,912	78,263	88,094	74,797	69,934	64,835
1,019	1,047	741	651	657	575
271	229	224	198	375	355
4,917	2,951	4,819	6,159	6,040	7,130
44,822	45,977	41,054	37,753	39,936	37,220
24,056	25,043	23,987	18,706	24,815	23,170
4,218	5,584	5,606	6,746	6,862	6,328
2,482	2,363	2,364	2,366	2,303	2,203
2,074	2,152	2,035	1,986		6,554
13,194	13,629	13,492	11,415		8,868
70,331	81,363	95,189	78,024		43,656
1,699	2,260	1,537	1,431		2,633
	38,482	37,657	36,416	35,952	34,643
1,182	1,165	1,080	917		617
		521	486		254
		50%	54%		
		767	432	486	
41,100	42,255	45,188	45,504	44,491	40,641
1,981	1,914	2,175	1,940	1,770	1,357
28,815	29,864	30,401	30,244	29,997	26,788
1,888	1,198	1,970	2,180	5,433	6,589
4,910	5,016	5,387		5,555	
421	424	453		439	
3,606	3,640	3,875		3,970	
650	800	800		800	

(continued)

COUNTY OF CONTRA COSTA

OPERATING INDICATORS BY FUNCTION

LAST NINE FISCAL YEARS

FOR THE FISCAL YEAR ENDED JUNE 30

(Unaudited)

Function	2002	2003	2004
Public Protection (continued)			
District Attorney (Calendar Year)			
Felony Cases Filed	4,356	3,701	4,264
Misdemeanor Cases Filed	13,280	13,339	12,307
Probation			
Court Reports	7,343	6,783	8,873
Average Supervision Caseload (Including Home Sup.)	5,473	5,450	4,671
Juvenile Hall Detention Care Days	55,153	52,016	46,586
Youth Rehabilitation Care Days	33,214	32,763	32,216
Juvenile Community Service Days Worked	5,311	4,746	4,110
Public Administrator			
Cases Opened			87
Cases Closed			75
Public Defender (Calendar Year)			
Cases Handled			
Felony	4,364	3,977	3,765
Misdemeanor	8,873	7,263	6,948
Juvenile			
Criminal	2,473	2,381	2,319
Conservatorship	511	566	568
Superior Court/Probation Violation	2,081	2,457	2,013
Other/Expungements	537	367	304
Sheriff			
Calls for Service			
Priority 1 - Respond immediately	113,845	111,385	107,297
Priority 2 - Respond as soon as possible	57,564	61,021	53,375
Priority 3 - Respond when available	148,816	151,347	147,141
Citations Issued	20,303	21,167	19,864
Crime Reports Processed	31,966	25,838	31,400
Warrants Served	16,359	16,423	15,070
Custody Services			
Bookings - Detention Facility	25,622	25,612	24,683
Bookings - Custody Alternative	3,691	3,873	3,909
Average Daily Population - All Facilities		1,868	1,582

2005	2006	2007	2008	2009	2010
4,564	5,423	5,081	4,319		
10,843	10,726	11,108	10,895		
8,873	9,391	10,320	9,417	7,986	10,000
4,555	4,602	6,902	7,555	4,906	6,395
36,428	56,862	51,684	62,179	63,432	74,610
32,384	33,578	35,171	35,437	36,409	34,820
4,365	3,924	3,405	3,275	0	0
93	90	156	162	177	200
93	103	136	141	162	209
4,152	3,891	3,458	2,998	2,907	
6,932	8,264	8,196	7,666	7,466	
3,304	3,510	2,953	3,787	1,938	
629	498	486	470	431	
1,888	2,196	2,336	2,314	1,895	
413	562	979	1,110	597	
119,675	121,261	123,871	115,936	113,595	99,801
57,134	57,634	55,804	52,248	51,982	48,569
155,548	154,915	156,484	163,112	151,825	136,209
24,795	21,657	20,026	15,455	13,154	15,250
31,726	30,607	34,024	32,092	29,164	25,661
14,175	19,799	7,730	7,514	8,806	11,821
25,072	25,144	24,955	23,556	23,126	23,170
4,176	3,874	3,333	4,259	4,268	3,836
1,673	1,715	1,639	1,552	1,494	1,516

(continued)

COUNTY OF CONTRA COSTA

OPERATING INDICATORS BY FUNCTION

LAST NINE FISCAL YEARS

FOR THE FISCAL YEAR ENDED JUNE 30

(Unaudited)

Function	2002	2003	2004
Health and Sanitation			
Health Services			
Mental Health			
Inpatient Average Daily Census	263	294	310
Outpatient Visits	347,760	394,296	418,644
Conservatorship Clients	7,192	7,451	8,119
Alcohol & Other Drugs			
Residential Days	80,057	83,021	86,486
Outpatient Visits	74,139	76,361	77,317
Detention - Average Monthly Inmates	1,756	1,629	1,593
Public Health			
AIDS/HIV Tests	3,602	3,624	3,160
Immunizations Given	45,147	48,911	43,505
Senior Nutrition Meals Served	442,604	440,271	438,587
Environmental Health			
Hazardous Material Incident Responses	3,156	2,616	3,336
Environmental Health Inspections	34,776	28,524	32,436
California Child Serves Cases	2,325	2,473	2,565
Homeless Clients in Shelters	477	513	557
Public Assistance			
Community Services			
Number of Children Served (Head Start)	3,272	3,326	3,600
Number of Dwellings Weatherized		603	501
Employment and Human Services			
Average Number of Households Receiving Food Stamps		8,640	9,805
Welfare Warrants Issued			
Welfare Direct Deposit Items			
Number of Adult Protective Service Reports	1,396	1,727	1,849
Average Monthly Number of Medi-Cal Beneficiaries	89,946	95,673	101,786
Number of Children Served by Child Welfare	4,493	4,344	4,341
Number of Families Receiving Childrens Services	2,351	2,393	2,411
Average Number of Children in Foster Care	2,323	2,206	2,055
Average Number of Families receiving CalWORKS Assistance			
Average Number of Welfare to Work Participants			
Average Participants for In-Home Support Services			
Number of Head Start Children Served			
Number of Dwellings Weatherized			

2005	2006	2007	2008	2009	2010
340	333	323	303	287	280
367,476	338,072	300,883	317,256	432,667	433,982
8,676	8,876	9,176	9,119	9,234	9,700
86,854	80,122	77,844	72,024	70,616	65,038
63,183	58,813	64,785	64,767	61,409	49,974
1,632	1,659	1,631	1,560	1,547	1,513
2,166	2,784	2,765	2,738	2,431	1,708
31,313	27,180	19,926	21,108	21,129	66,276
458,333	463,668	452,722	488,119	491,144	499,474
2,808	3,356	3,248	3,713	3,029	2,692
26,160	36,091	38,864	53,787	58,110	57,900
2,739	2,864	3,054	3,195	3,239	3,940
635	707	721	736	791	849
3,427	3,480	3,120	3,350	3,553	3,678
310	439	434	303	271	196
11,545	12,737	13,777	15,182	18,785	23,886
94,098	100,670	13,046			
9,041	7,544				
1,508	1,563	1,724	1,964	1,977	1,564
106,760	111,575	111,780	114,105	122,523	131,818
4,033	3,714	3,680	3,486	2,932	2,357
2,261	2,123	2,100	2,017	1,770	1,398
1,523	1,834	1,717	1,141	1,049	920
8,859	9,019	8,956	9,152	9,973	10,819
2,884	3,016	3,504	3,605	4,410	3,542
6,902	6,239	6,562	7,111	7,574	7,262
					3,678
					509

(continued)

COUNTY OF CONTRA COSTA

OPERATING INDICATORS BY FUNCTION

LAST NINE FISCAL YEARS

FOR THE FISCAL YEAR ENDED JUNE 30

(Unaudited)

Function	2002	2003	2004
Public Assistance (continued)			
Veteran Services			
Claims/Appeals Filed for the Benefit of Veterans	1,321	1,712	1,803
Interviews	3,663	4,525	5,010
Incoming Calls Received			
State of California College Fee Waiver Applications			
Number of Veterans receiving monthly benefits			
Number of Veterans, Family Members, Dependents or Survivors receiving retroactive or lump sum benefits			
Education			
Library			
Library Visits	2,744,678	3,127,801	3,223,863
Items Circulated	4,036,417	4,253,135	4,522,958
Annual Hours Open	42,712	51,086	51,822
Cooperative Education			
4-H Club Membership		900	611
Youth Federal Nutrition Program			
Public Ways and Facilities			
Public Works			
Pavement Condition Index Rating	87	87	87
Flood Control Development Reviews	510	467	502
Land Development Reviews	68	102	81
Service Requests			

2005	2006	2007	2008	2009	2010
1,698	1,781	2,039	2,193	2,140	
4,964	5,170	5,143	5,500	5,467	
				14,798	
				372	
				941	
				1,069	
3,284,934	3,422,469	3,426,151	3,742,311	3,878,217	4,049,654
4,736,101	4,929,783	5,428,511	6,132,207	6,728,411	6,944,422
51,555	53,820	55,484	56,940	57,148	50,953
611	847	836	906		934
		3,859	3,214		2,876
87	86	85	83	79	75
549	559	552	447	310	318
75	89	79	47	31	9
		2,266	1,897	1,620	1,636

(continued)

COUNTY OF CONTRA COSTA

OPERATING INDICATORS BY FUNCTION

LAST NINE FISCAL YEARS

FOR THE FISCAL YEAR ENDED JUNE 30

(Unaudited)

Function	2002	2003	2004
Enterprise Activities			
Hospital			
Hospital & Clinics			
Inpatient Days	48,095	48,681	49,465
Outpatient Visits	339,398	376,464	400,332
Health Maintenance Plans			
CCHP M-Cal Plan Enrollees	40,366	41,225	42,238
CCHP Commercial Plan Enrollees	16,805	18,460	20,147
CCHP Major Risk Enrollees	150	229	225
Sheriff Training Center			
Law Enforcement Training Academy- LETC			
Number of Students- Academy		139	87
Number of Students- In Service		2,201	1,976
Hours of Instruction- Academy		3,350	1,821
Hours of Instruction- In Service		3,454	2,421
Airport (Calendar Year)			
Aircraft Operations (Take off / Landing)			
Buchanan	143,649	138,572	119,106
Byron (Estimated)			

Source: Contra Costa County Departments

2005	2006	2007	2008	2009	2010
48,125	49,936	47,026	45,126	44,716	44,947
434,467	421,479	418,236	433,541	452,486	461,567
43,656	42,519	44,744	48,393	53,195	58,495
20,188	20,954	21,749	31,218	29,035	28,460
212	134	85	68	54	54
80	72	102	120	95	212
2,587	2,821	2,905	2,690	2,007	2,031
3,053	2,016	2,603	2,776	2,200	2,946
2,505	2,284	2,575	2,228	2,436	2,596
128,375	124,102	93,881	92,951	93,881	88,124
	60,000	50,000	50,000	50,000	50,000

(concluded)

COUNTY OF CONTRA COSTA

CAPITAL ASSET STATISTICS BY FUNCTION/PROGRAM

LAST NINE FISCAL YEARS

(Unaudited)

Function	Fiscal Year Ended June 30								
	2002	2003	2004	2005	2006	2007	2008	2009	2010
General Government									
Clerk-Recorder									
DFM Mark-A-Vote System									
Data General Terminal	1	1	1	1	1	1	1	1	1
Card Readers	14	14	14	14	20	20	20	20	20
BCWin Terminal	1	1	1	1	4	4	4	4	4
Election Systems and Software									
M100 Precinct Tally Machines					768	768	768	768	768
AutoMark- ADA Assist Ballot Marking Devices					768	768	768	768	768
M650 High Volume Ballot Scanners					4	4	5	6	6
Public Protection									
Animal Services									
Animal Shelters	2	2	2	2	2	2	2	2	2
Fire Protection Services									
Contra Costa Fire Protection District									
Fire Stations	30	30	30	30	30	30	30	30	30
Fire Engines/Trucks/Other Apparatus	87	88	88	90	92	91	90	97	80
East County Fire Protection District									
Fire Stations					8	8	8	8	
Fire Engines/Trucks/Other Apparatus					26	25	25	25	
Probation									
Juvenile Hall - Certified Beds					290	290	290	290	290
Orin Allen Youth Rehabilitation Facility - Certified Beds					100	100	100	100	100
Sheriff									
Square Miles Patrolled	521	521	521	521	521	521	521	521	521
Detention Facilities	3	3	3	3	3	3	3	3	3
Public Ways and Facilities									
Public Works									
Miles of Road Maintained	661	658	659	661	664	664	664	664	670
Miles of Creek/ Channels Maintained	75	75	75	75	75	75	75	75	75
Enterprise Activities									
Hospital									
Hospital	1	1	1	1	1	1	1	1	1
Sheriff Training Center									
Law Enforcement Training Academy- LETC	1	1	1	1	1	1	1	1	1
Airport									
Buchanan	1	1	1	1	1	1	1	1	1
Byron	1	1	1	1	1	1	1	1	1
Education									
Community Libraries	23	23	23	23	24	25	25	25	25

Source: Contra Costa County Departments

COUNTY OF CONTRA COSTA

MISCELLANEOUS STATISTICS

(Unaudited)

GEOGRAPHICAL LOCATION:	Contra Costa County is located near San Francisco in the Bay Area. It is bordered by San Francisco Bay and San Pablo Bay on the west, by Suisun Bay and the Sacramento and San Joaquin Rivers on the north, by the delta country of San Joaquin County on the east and by Alameda County on the south.
ALTITUDE:	Sea level to 3,849 feet
AREA OF COUNTY:	732.6 square miles of land and 73.3 square miles of water.
COUNTY SEAT:	Martinez, California
FORM OF GOVERNMENT:	General Law County, governed by a five member Board of Supervisors. Contra Costa County is one of the original 27 counties established when California became a state in 1850.

Source: County Administrator's Office

	September 1, 2009 Special Primary Election	November 3, 2009 Consolidated Election	June 8, 2010 Direct Primary Election
REGISTERED VOTERS	249,946	275,391	525,992
NUMBER VOTING	80,567	108,013	210,417
PERCENT VOTING	32.23%	39.22%	40.00%

Source: County Clerk-Recorder Department, Elections Division

Robert I. Schroder Pedestrian/Bicycle Overcrossing

"We build too many walls and not enough bridges."
Sir Isaac Newton

Pedestrian and bicycle bridges have always provided an opportunity for the more creative engineers and architects to work their wonders. Because the traffic loads are smaller, and alignment issues less constrained they offer freedom for the designer. The Robert I. Schroder Overcrossing of Treat Blvd is a wonderful example of combining this design freedom with functionality and purpose. The bridge, which is named in honor of former County Supervisor Robert I. Schroder, provides a convenient and safe means for pedestrians and bicyclists on the Iron Horse Trail to cross busy Treat Blvd. The Robert I. Schroder Overcrossing has become an iconic symbol of the County's Contra Costa Centre Transit Village.

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